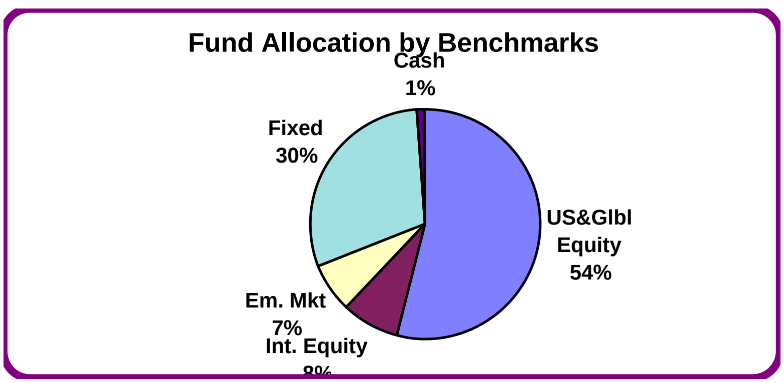
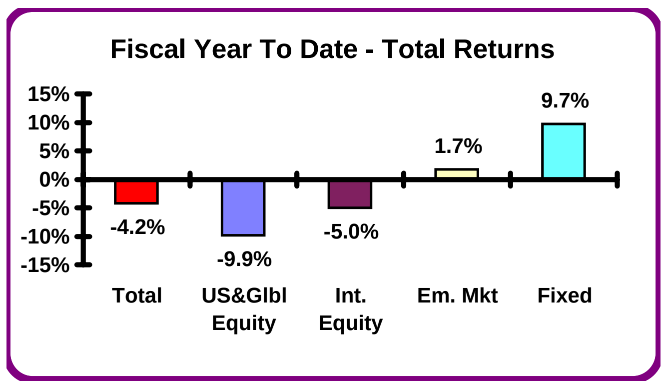
PERSI INVESTMENT REPORT

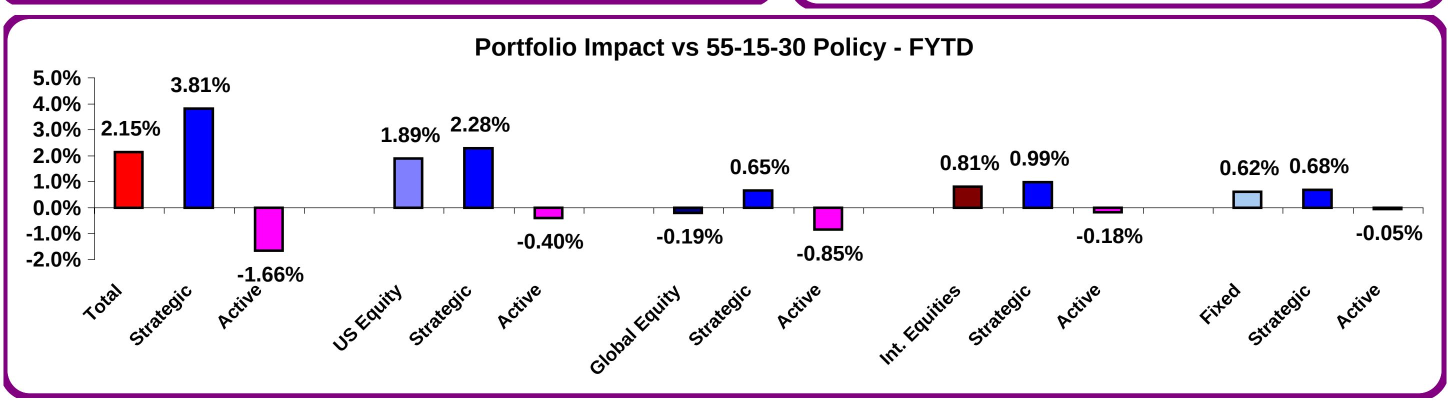
Month to Date Report | **June 30, 2008**

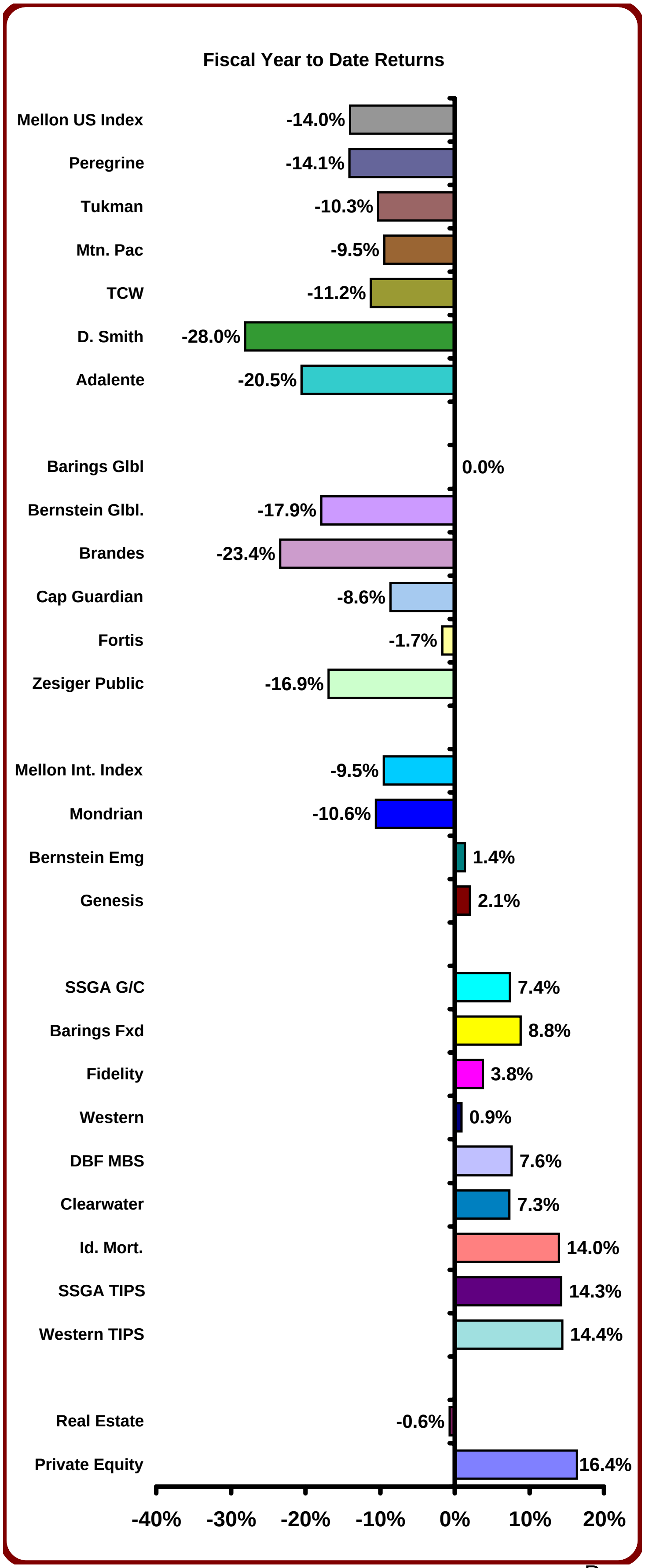
CURRENT VALUE OF THE FUND	**$**	**10,911,725,873**
FISCAL YEAR CHANGE IN MARKET VALUE	**$**	**(550,852,540)**
FISCAL YEAR TO DATE RETURNS		**-4.2%**
MONTH TO DATE RETURNS		**-5.3%**

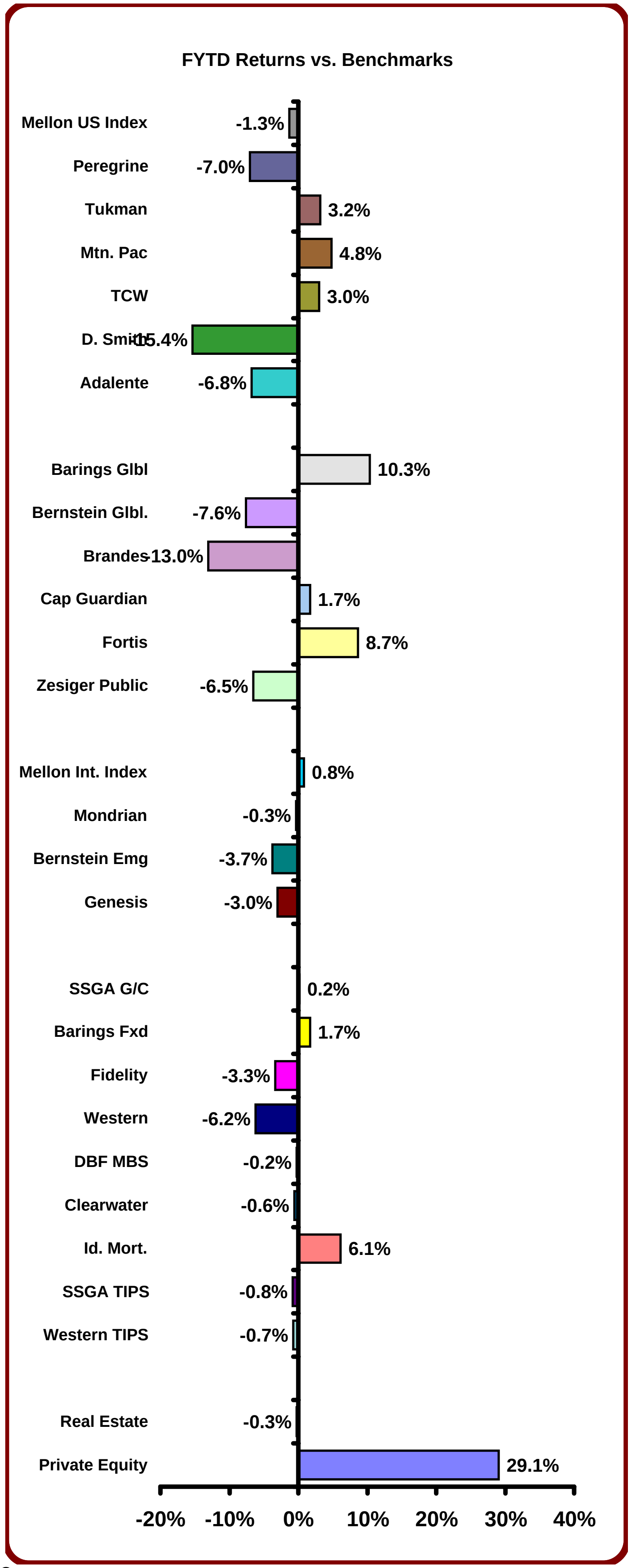
Month Returns		Fiscal Year Returns		Five Year Returns	
Total Fund	**-5.3%**	***Total Fund***	**-4.2%**	***Total Fund***	**11.0%**
55-15-30 Policy	*-5.8%*	*55-15-30 Policy*	*-6.4%*	*55-15-30 Policy*	*8.4%*
U.S Equity	**-5.7%**	***U.S Equity***	**-7.6%**	***U.S Equity***	**10.5%**
R3000	*-8.3%*	*R3000*	*-12.7%*	*R3000*	*8.4%*
Global Equity	**-9.8%**	***Global Equity***	**-13.5%**	***Global Equity***	**14.1%**
MSCI World	*-8.1%*	*MSCI World*	*-10.3%*	*MSCI World*	*12.5%*
Foreign Equity	**-8.8%**	***Foreign Equity***	**-5.0%**	***Foreign Equity***	**20.4%**
MSCI EAFE	*-8.3%*	*MSCI EAFE*	*-10.3%*	*MSCI EAFE*	*17.1%*
Fixed Income	**0.5%**	***Fixed Income***	**9.7%**	***Fixed Income***	**4.7%**
Leh Agg	*-0.1%*	*Leh Agg*	*7.1%*	*Leh Agg*	*4.0%*








Fiscal Year to Date Returns
Mellon US Index -14.0%
Peregrine -14.1%
Tukman -10.3%
Mtn. Pac -9.5%
TCW -11.2%
D. Smith -28.0%
Adalente -20.5%
Barings Glbl 0.0%
Bernstein Glbl. -17.9%
Brandes -23.4%
Cap Guardian -8.6%
Fortis -1.7%
Zesiger Public -16.9%
Mellon Int. Index -9.5%
Mondrian -10.6%
Bernstein Emg 1.4%
Genesis 2.1%
SSGA G/C 7.4%
Barings Fxd 8.8%
Fidelity 3.8%
Western 0.9%
DBF MBS 7.6%
Clearwater 7.3%
Id. Mort. 14.0%
SSGA TIPS 14.3%
Western TIPS 14.4%
Real Estate -0.6%
Private Equity 16.4%
-40% -30% -20% -10% 0% 10% 20%

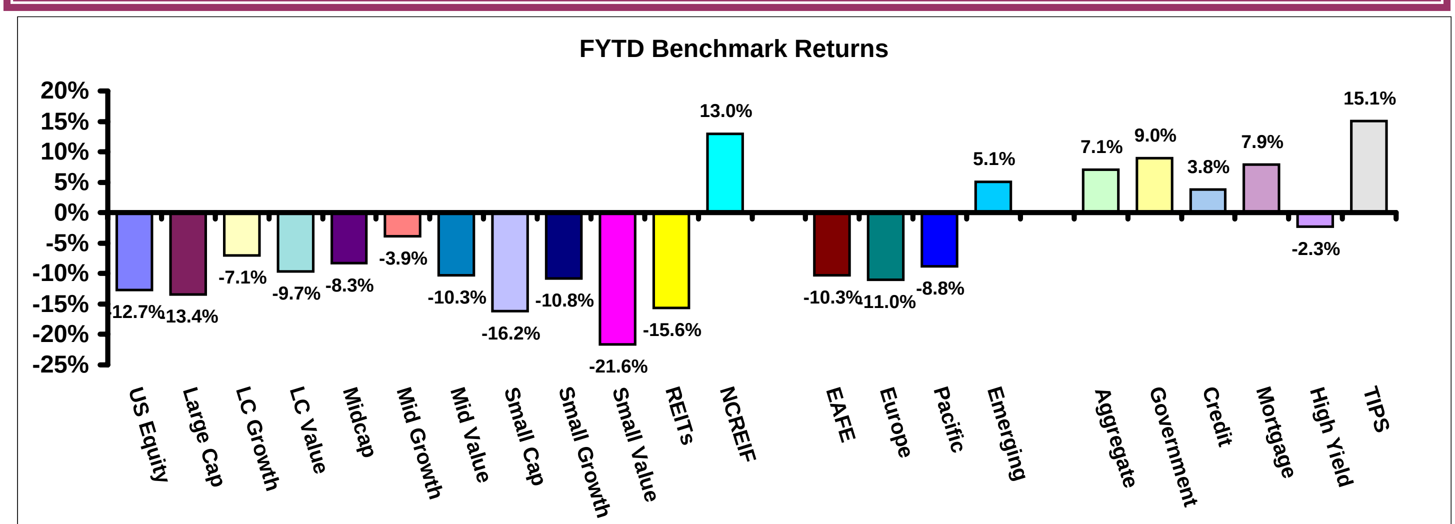

FYTD Returns vs. Benchmarks
Mellon US Index -1.3%
Peregrine -7.0%
Tukman 3.2%
Mtn. Pac 4.8%
TCW 3.0%
D. Smith -15.4%
Adalente -6.8%
Barings Glbl 10.3%
Bernstein Glbl. -7.6%
Brandes -13.0%
Cap Guardian 1.7%
Fortis 8.7%
Zesiger Public -6.5%
Mellon Int. Index 0.8%
Mondrian -0.3%
Bernstein Emg -3.7%
Genesis -3.0%
SSGA G/C 0.2%
Barings Fxd 1.7%
Fidelity -3.3%
Western -6.2%
DBF MBS -0.2%
Clearwater -0.6%
Id. Mort. 6.1%
SSGA TIPS -0.8%
Western TIPS -0.7%
Real Estate -0.3%
Private Equity 29.1%
-20% -10% 0% 10% 20% 30% 40%

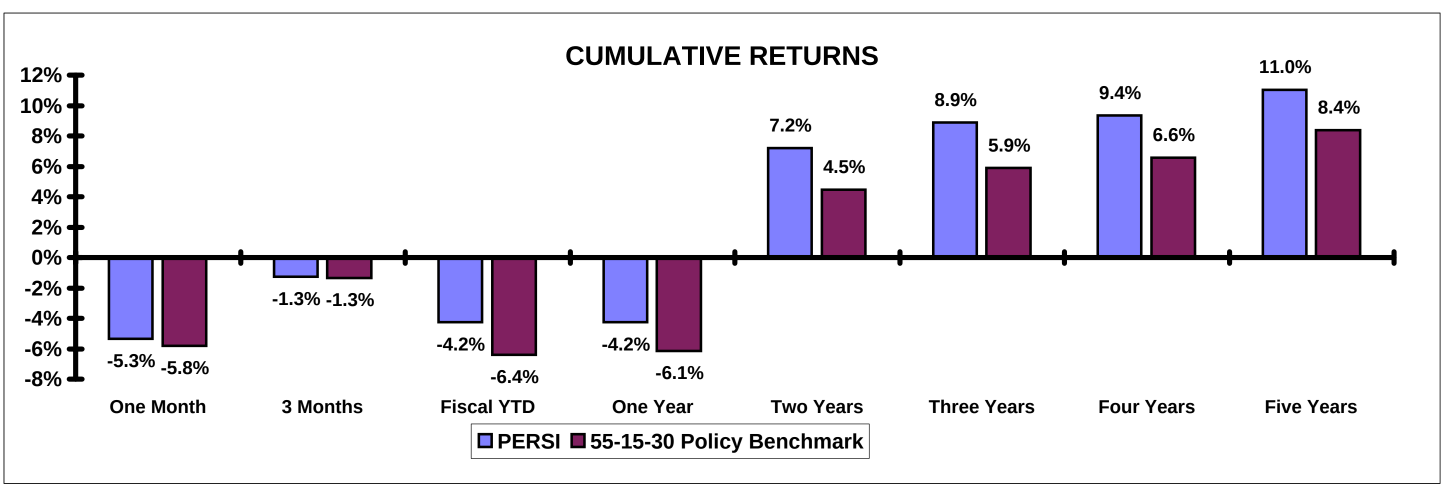
CIO Comment

It was a terrible June, finishing a bad fiscal year. With world stock markets down -8% for the month, and down over 10% for the fiscal year, the total fund ended FY 2008 down -5.3% for the month, and -4.2% for the fiscal year. These were, respectively, the third worst monthly performance and third worst fiscal year performance in over 20 years. The fund ended up the year at $10.9 billion, having lost $610 million for the month (the worst monthly dollar loss in PERSI history), and $490 million for the fiscal year.

It could have been worse, and it should have been better. It could have been worse in that PERSI once again substantially outperformed its policy benchmark (55% Russell 3000, 15% EAFE, and 30% Lehman Aggregate) by 2.15%. Strategic biases added +3.8% to total fund returns, led by Emerging Markets (+1.1%), private equity (+1.0%), TIPS (+0.7%) and global equities (+0.5%). PERSI's US equity substantially outperformed the Russell 3000 (-7.6% to -12.7%), international equity also beat the MSCI EAFE index by over 5% (-5.0% to -10.3%), and PERSI's fixed income handily outperformed the Lehman Aggregate (9.7% to 7.1%). For the first time in over a decade, only PERSI's global managers collectively underperformed, with a loss of -13.6% compared to the MSCI World index return of -10.3%.

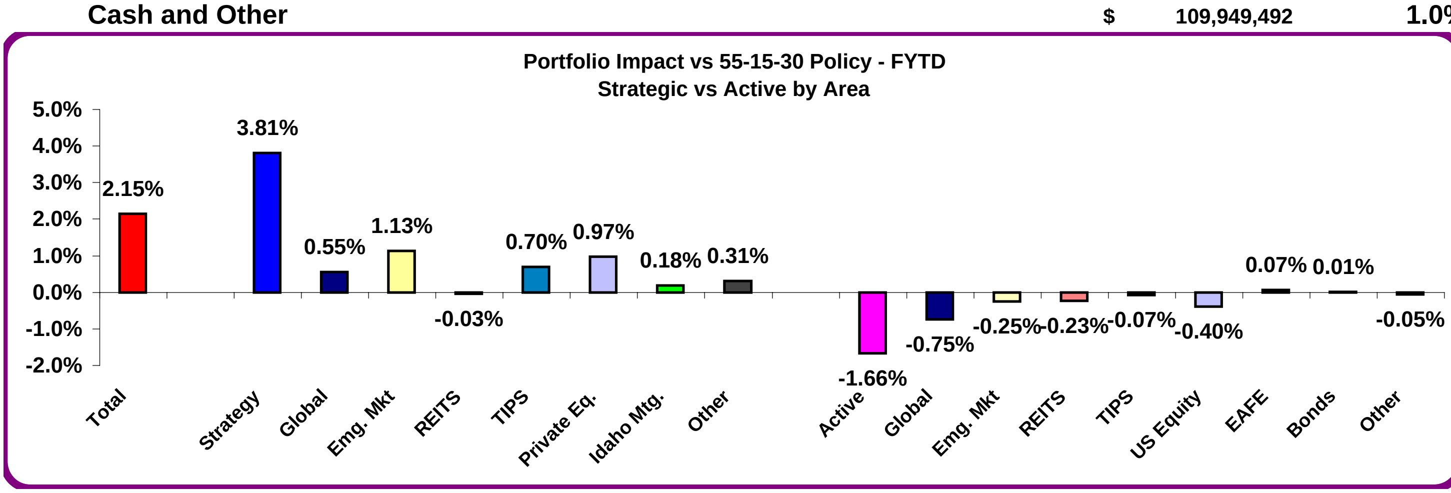
It could have been better in that the overall "value" leanings of PERSI's active public equity managers collectively lost 1.5% for the total fund over the course of the fiscal year. (In other words, if all of PERSI's active public managers had met their benchmarks, PERSI would have made 1.5% more over the year). This collective lagging effort was "led", for the first time in over a decade, by collective underperformance by global equity managers (losing -0.7% for the total fund by underperformance of their benchmarks), and followed by US only equity managers (-0.4%) and emerging market managers (-0.2%).





INVESTMENT REPORT

	Current Month	One Year	Three Years			%
TOTAL FUND	-5.3%	-4.2%	8.9%	$	10,911,725,873	
US EQUITY	*-5.7%*	*-7.6%*	*7.5%*	$	*3,608,558,519*	*33.1%*
Mellon R3000	-9.0%	-14.0%	4.1%	$	964,029,441	8.8%
Peregrine	-7.1%	-14.1%	1.8%	$	166,529,194	1.5%
Tukman	-6.4%	-10.3%	3.2%	$	298,252,607	2.7%
Mtn. Pac.	-8.2%	-9.5%	6.4%	$	278,248,053	2.5%
TCW	-7.3%	-11.2%	6.1%	$	190,138,509	1.7%
D. Smith	-10.5%	-28.0%	4.3%	$	190,927,056	1.7%
Adelante REIT	-11.7%	-20.5%	4.4%	$	210,183,226	1.9%
Real Estate Total	-2.8%	-0.6%	12.7%	$	687,831,451	6.3%
Private Equity	-0.3%	16.4%	18.2%	$	759,827,906	7.0%
GLOBAL EQUITY	*-9.8%*	*-13.5%*	*11.2%*	$	*2,285,674,399*	*20.9%*
Barings	-7.1%	0.0%	14.2%	$	364,509,466	3.3%
Bernstein	-10.3%	-17.9%	9.8%	$	301,058,855	2.8%
Brandes	-12.2%	-23.4%	5.7%	$	479,466,682	4.4%
Cap Guardian	-7.4%	-8.6%	9.5%	$	401,977,021	3.7%
Fortis	-7.2%			$	248,686,212	2.3%
Zesiger Public	-12.1%	-16.9%	16.4%	$	441,147,126	4.0%
Zesiger Total	-11.7%	-16.0%	16.4%	$	467,247,189	4.3%
INT. EQUITY	*-8.8%*	*-5.0%*	*17.5%*	$	*1,632,849,566*	*15.0%*
Mellon EAFE	-7.4%	-9.5%	13.1%	$	542,590,327	5.0%
Mondrian	-8.3%	-10.6%	13.1%	$	318,119,863	2.9%
Bernstein Emg	-10.5%	1.4%	26.0%	$	386,481,445	3.5%
Genesis	-8.4%	2.1%	24.7%	$	387,971,399	3.6%
FIXED INCOME	*0.5%*	*9.7%*	*4.7%*	$	*3,274,693,898*	*30.0%*
SSGA Gov/Credit	0.3%	7.4%	3.9%	$	843,125,499	7.7%
Barings	-0.2%	8.8%	4.9%	$	247,992,599	2.3%
Fidelity	-0.4%	3.8%	3.4%	$	224,792,918	2.1%
Western	-1.4%	0.9%	2.7%	$	221,330,635	2.0%
DBF MBS	0.0%	7.6%	4.8%	$	170,915,627	1.6%
Clearwater	-0.1%	7.3%	4.6%	$	174,560,387	1.6%
Idaho Mort	0.8%	14.0%	6.7%	$	339,839,008	3.1%
Western TIPS	1.2%	14.4%		$	303,455,908	2.8%
SSGA TIPS	1.5%	14.3%	4.9%	$	736,473,960	6.7%
Cash and Other				$	109,949,492	1.0%

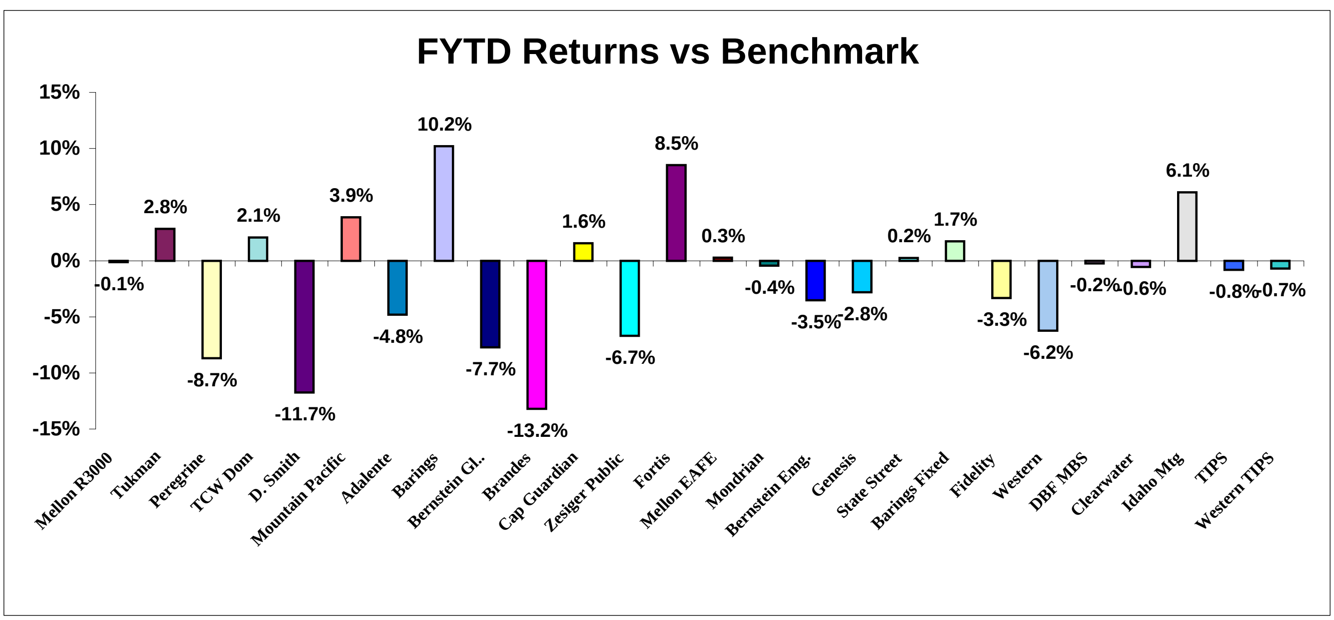


PERSI PORTFOLIO STATUS REPORT

June 30, 2008

	Latest Month	Fiscal Year to Date
Beginning Value	**$11,530,622,158**	**$11,462,578,413**
Net Contributions	**($4,537,104)**	**($59,544,071)**
Investment Gain	**($614,359,181)**	**($491,308,469)**
Ending Value	**$10,911,725,873**	**$10,911,725,873**

	Month	3 MO	FYTD	1 Yr	2 Yr	3 Yr	4 Yr	5 Yr
Total Fund	**-5.3%**	**-1.3%**	**-4.2%**	**-4.2%**	**7.2%**	**8.9%**	**9.4%**	**11.0%**
No rebalancing	*-5.9%*	*-1.6%*	*-6.4%*	*-6.4%*	*4.3%*	*5.8%*	*6.5%*	*8.3%*
Benchmark (55-15-30)	*-5.9%*	*-1.5%*	*-6.6%*	*-6.6%*	*4.4%*	*5.8%*	*6.5%*	*8.2%*
PERSI rebalancing	*-6.1%*	*-1.6%*	*-7.6%*	*-7.6%*	*4.1%*	*5.6%*	*6.3%*	*8.3%*
Strategic Policies	*-5.6%*	*-0.8%*	***-5.7%***	***-5.7%***	***5.3%***	***6.9%***	***7.6%***	***9.3%***
U.S. Equity	**-5.7%**	**-0.1%**	**-7.6%**	**-7.6%**	**5.1%**	**7.5%**	**7.9%**	**10.5%**
R3000 Index	*-8.4%*	*-1.9%*	*-12.8%*	*-12.8%*	*2.3%*	*4.7%*	*5.5%*	*8.3%*
Global Equity	**-9.8%**	**-4.0%**	**-13.5%**	**-13.5%**	**6.2%**	**11.2%**	**11.1%**	**14.1%**
World Index	*-7.9%*	*-1.4%*	*-10.2%*	*-10.2%*	*5.6%*	*9.4%*	*9.7%*	*12.5%*
Int. Equity	**-8.8%**	**-1.3%**	**-5.0%**	**-5.0%**	**13.0%**	**17.5%**	**18.0%**	**20.4%**
MSCI EAFE	*-8.2%*	*-1.9%*	*-10.1%*	*-10.1%*	*7.0%*	*13.3%*	*13.5%*	*17.2%*
Fixed Income	**0.5%**	**-1.0%**	**9.7%**	**9.7%**	**7.7%**	**4.7%**	**5.6%**	**4.7%**
Lehman Agg	*-0.1%*	*-1.0%*	*7.1%*	*7.1%*	*6.6%*	*4.1%*	*4.8%*	*3.9%*



	Month	3 MO	FYTD	1 Yr	2 Yr	3 Yr	4 Yr	5 Yr
U.S./Global Equity Managers								
Mellon S&P 500 Fund	**-8.7%**	**-3.0%**	**-13.1%**	**-13.1%**	**2.3%**	**4.2%**	**4.8%**	**7.5%**
Mellon Mid and Small	**-11.6%**	**-1.9%**	**-16.1%**	**-16.1%**	**-0.2%**	**4.0%**	**6.4%**	**10.5%**
Peregrine	**-7.1%**	**-1.8%**	**-14.1%**	**-14.1%**	**1.0%**	**1.8%**	**0.6%**	**3.2%**
S&P 500 Growth	*-6.0%*	*2.6%*	*-5.4%*	*-5.4%*	*5.1%*	*5.1%*	*4.2%*	*6.5%*
Tukman	**-6.4%**	**-5.5%**	**-10.3%**	**-10.3%**	**2.6%**	**3.2%**	**1.2%**	**3.7%**
S&P 500	*-8.4%*	*-2.7%*	*-13.1%*	*-13.1%*	*2.4%*	*4.4%*	*4.9%*	*7.6%*
Mtn. Pacific	**-8.2%**	**1.4%**	**-9.5%**	**-9.5%**	**3.6%**	**6.4%**	**6.7%**	**10.4%**
TCW Dom	**-7.3%**	**3.7%**	**-11.2%**	**-11.2%**	**3.1%**	**6.1%**	**5.5%**	**11.0%**
D. Smith	**-10.5%**	**-7.7%**	**-28.1%**	**-28.1%**	**-4.6%**	**4.3%**	**4.9%**	**13.7%**
Russell 2500	*-7.1%*	*2.5%*	*-13.3%*	*-13.3%*	*1.4%*	*5.3%*	*7.1%*	*11.7%*
Barings	**-7.1%**	**-0.5%**	**0.0%**	**0.0%**	**12.9%**	**14.2%**	**12.4%**	**14.5%**
Bernstein Global	**-10.3%**	**-3.6%**	**-17.9%**	**-17.9%**	**2.5%**	**9.8%**	**11.5%**	**13.7%**
Brandes	**-12.2%**	**-5.2%**	**-23.4%**	**-23.4%**	**-0.1%**	**5.7%**	**6.7%**	**12.3%**
Cap Guardian	**-7.4%**	**0.3%**	**-8.6%**	**-8.6%**	**5.1%**	**9.5%**	**9.0%**	**12.2%**
Fortis	**-7.2%**	**0.3%**	**-1.7%**	**-1.7%**				
Zesiger (Public)	**-12.1%**	**-10.9%**	**-16.9%**	**-16.9%**	**9.4%**	**16.4%**	**15.9%**	**16.4%**
Zesiger (Total)	**-11.7%**	**-10.8%**	**-16.0%**	**-16.0%**	**9.4%**	**16.4%**	**15.7%**	**16.0%**
R3000	*-8.4%*	*-1.9%*	*-12.8%*	*-12.8%*	*2.3%*	*4.7%*	*5.5%*	*8.3%*
World Index	*-7.9%*	*-1.4%*	*-10.2%*	*-10.2%*	*5.6%*	*9.4%*	*9.7%*	*12.5%*
Private Equity	**-0.3%**	**3.1%**	**16.4%**	**16.4%**	**16.6%**	**18.2%**	**19.1%**	**19.9%**
R3000	*-8.4%*	*-1.9%*	*-12.8%*	*-12.8%*	*2.3%*	*4.7%*	*5.5%*	*8.3%*
Adelante	**-11.7%**	**-5.7%**	**-20.5%**	**-20.5%**	**-5.1%**	**4.4%**	**15.2%**	**14.5%**
Real Estate	**-2.7%**	**3.5%**	**-0.5%**	**-0.5%**	**8.4%**	**12.7%**	**16.7%**	**19.1%**
NCREIF	*0.0%*	*1.1%*	*13.0%*	*13.0%*	*14.8%*	*16.6%*	*16.3%*	*15.0%*
WREIT	*-11.6%*	*-5.9%*	*-15.7%*	*-15.7%*	*-3.0%*	*4.7%*	*11.4%*	*12.5%*
International Equity Managers								
Index Fund	**-7.8%**	**-1.7%**	**-9.9%**	**-9.9%**	**6.8%**	**12.9%**	**13.0%**	**16.5%**
Mondrian	**-8.3%**	**-3.9%**	**-10.6%**	**-10.6%**	**7.7%**	**13.1%**	**14.6%**	**17.6%**
International Index	*-8.2%*	*-1.9%*	*-10.1%*	*-10.1%*	*7.0%*	*13.3%*	*13.5%*	*17.2%*
Bernstein Em. Mkt	**-10.5%**	**1.2%**	**1.4%**	**1.4%**	**22.3%**	**26.0%**	**31.3%**	**33.1%**
Genesis Em. Mkts	**-8.4%**	**-0.8%**	**2.1%**	**2.1%**	**21.1%**	**24.7%**	**28.9%**	**30.7%**
Emerging Mkts	*-10.0%*	*-0.8%*	*4.9%*	*4.9%*	*23.5%*	*27.5%*	*29.3%*	*30.1%*

Fixed Income Managers	Month	3 MO	FYTD	1 Yr	2 Yr	3 Yr	4 Yr	5 Yr
Barings Fixed	-0.2%	-0.7%	8.8%	8.8%	8.0%	4.9%	5.6%	5.0%
Western	-1.4%	-1.8%	0.9%	0.9%	4.2%	2.7%	3.8%	3.7%
Fidelity	-0.4%	-0.8%	3.8%	3.8%	5.0%	3.4%		
Lehman Agg.	-0.1%	-1.0%	7.1%	7.1%	6.6%	4.1%	4.8%	3.9%
DBF MBS	0.0%	-0.6%	7.7%	7.7%	7.0%	4.8%	4.9%	4.1%
Clearwater	-0.1%	-0.5%	7.3%	7.3%	6.7%	4.6%	4.8%	4.5%
Lehman Mort.	0.0%	-0.4%	7.9%	7.9%	7.1%	4.8%	5.2%	4.6%
Idaho Mort.	0.8%	-1.9%	14.0%	14.0%	10.9%	6.7%	7.0%	5.1%
Gov/Corp Fund	0.4%	-1.3%	7.5%	7.5%	6.8%	3.9%	4.8%	3.7%
Gov/Corp Index	0.1%	-1.5%	7.2%	7.2%	6.6%	3.8%	4.7%	3.6%
Western (12/06)	1.2%	-0.9%	14.4%	14.4%	8.8%	5.7%		
TIPS	1.5%	-0.5%	14.3%	14.3%	8.8%	4.9%	6.6%	6.1%
Lehman TIPS	1.5%	-0.3%	15.1%	15.1%	9.4%	5.6%	6.5%	6.0%

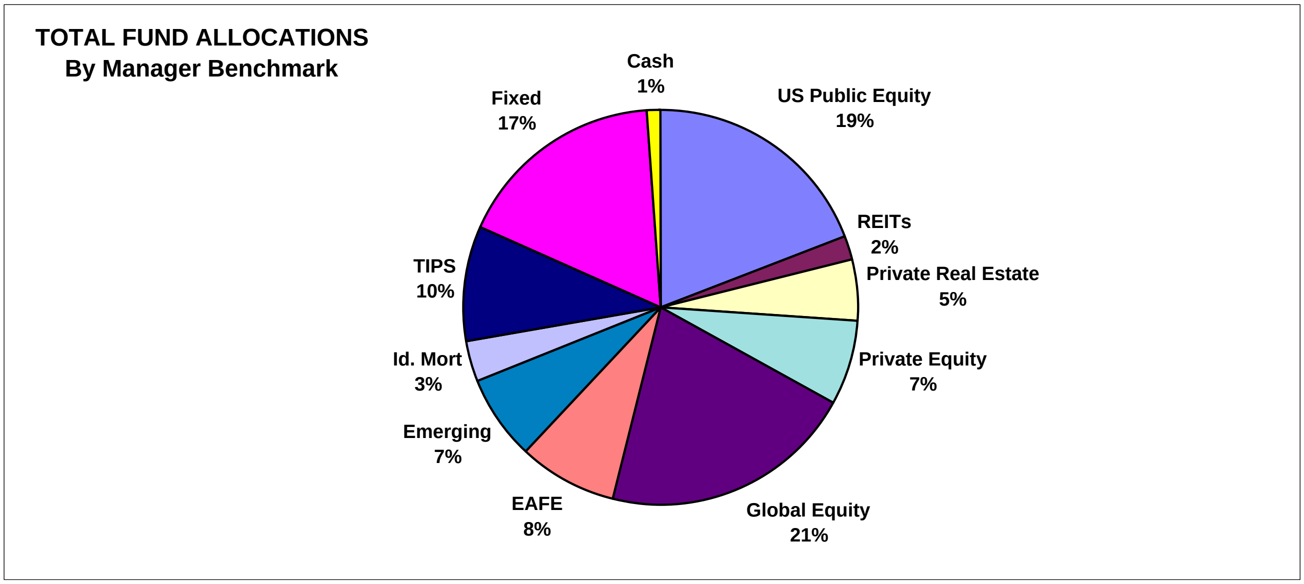
PRIVATE EQUITY

	Month	3 MO	FYTD	1 Yr	2 Yr	3 Yr	4 Yr	5 Yr
Private Real Estate	1.6%	8.3%	12.3%	12.3%	14.0%	12.6%	12.5%	12.2%
NCREIF	0.0%	1.1%	13.0%	13.0%	14.8%	16.6%	16.3%	15.0%
Private Equity	-0.3%	3.1%	16.4%	16.4%	16.6%	18.2%	19.1%	19.9%
Russell 3000	-8.4%	-1.9%	-12.8%	-12.8%	2.3%	4.7%	5.5%	8.3%

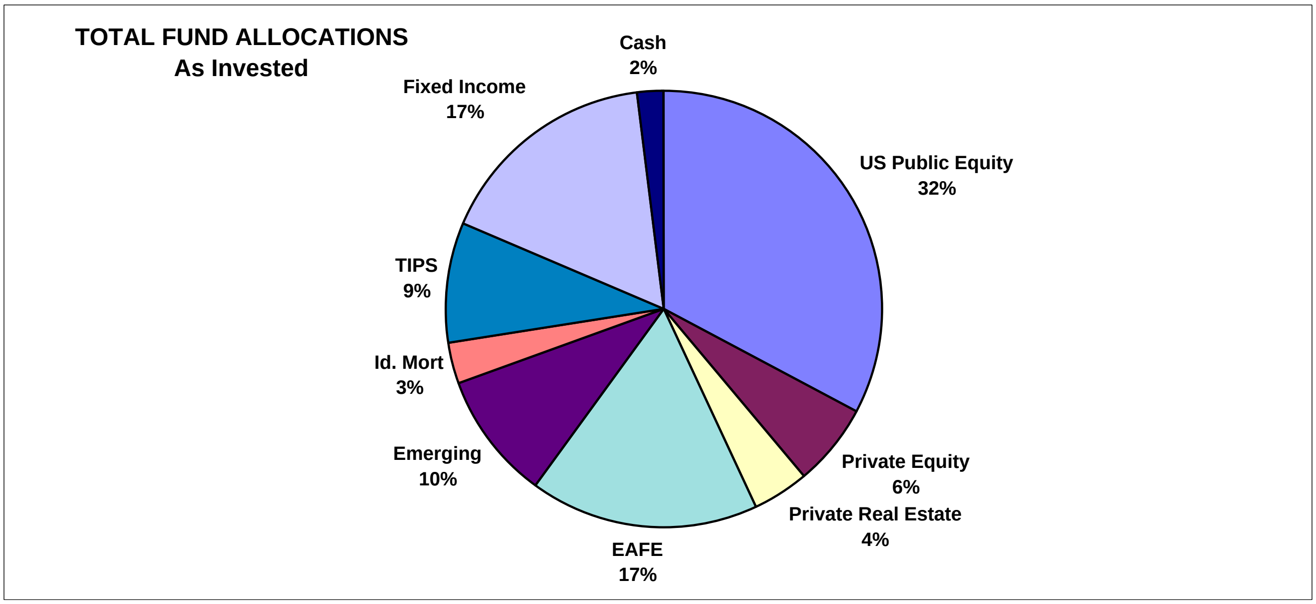
IMPACT OF POLICIES AND ACTIVE MANAGEMENT ON TOTAL FUND RETURNS

	Month	3 MO	FYTD	1 Yr	2 Yr	3 Yr	4 Yr	5 Yr
Base 55-15-30 Return	-5.87%	-1.51%	-6.63%	-6.6%	4.4%	5.8%	6.6%	8.4%
PERSI vs 55-15-30 (+ / -)	0.56%	0.23%	2.41%	2.4%	2.9%	3.0%	2.8%	2.7%
Actual Rebalance	-0.22%	-0.12%	-0.97%	-1.0%	-0.3%	-0.1%	-0.1%	0.0%
Global vs R3000	-0.30%	-0.45%	-0.05%	0.0%	0.9%	1.3%	1.1%	1.1%
REITS vs R3000	-0.07%	-0.07%	-0.19%	-0.2%	-0.1%	0.1%	0.2%	0.3%
Emerging Mkts vs EAFE	-0.10%	0.14%	0.93%	0.9%	0.9%	0.7%	0.7%	0.6%
TIPS vs Leh Agg	0.13%	0.03%	0.54%	0.5%	0.2%	0.1%	0.2%	0.2%
Idaho Mortgages vs Agg	0.03%	-0.03%	0.13%	0.1%	0.1%	0.1%	0.0%	0.0%
Private Equity vs. R3000	0.53%	0.29%	1.48%	1.5%	0.7%	0.5%	0.5%	0.4%
Private Realty vs R3000	0.41%	0.38%	0.93%	0.9%	0.5%	0.3%	0.2%	0.2%
Currency Overlay	-0.01%	-0.01%	-0.06%	-0.1%	0.0%	0.0%	0.0%	0.0%
Active US Only	0.06%	-0.05%	0.13%	0.1%	0.0%	0.1%	0.1%	0.1%
Active EAFE	-0.01%	-0.07%	-0.02%	0.0%	0.0%	-0.1%	-0.1%	-0.1%
Other Bond	-0.01%	0.02%	-0.18%	-0.2%	-0.1%	0.0%	0.0%	0.0%
Interactive and Other	0.10%	0.18%	-0.26%	-0.3%	0.2%	0.1%	0.0%	0.0%
MJ Managers	-0.08%	-0.07%	-0.81%	-0.81%	-0.23%	-0.01%		

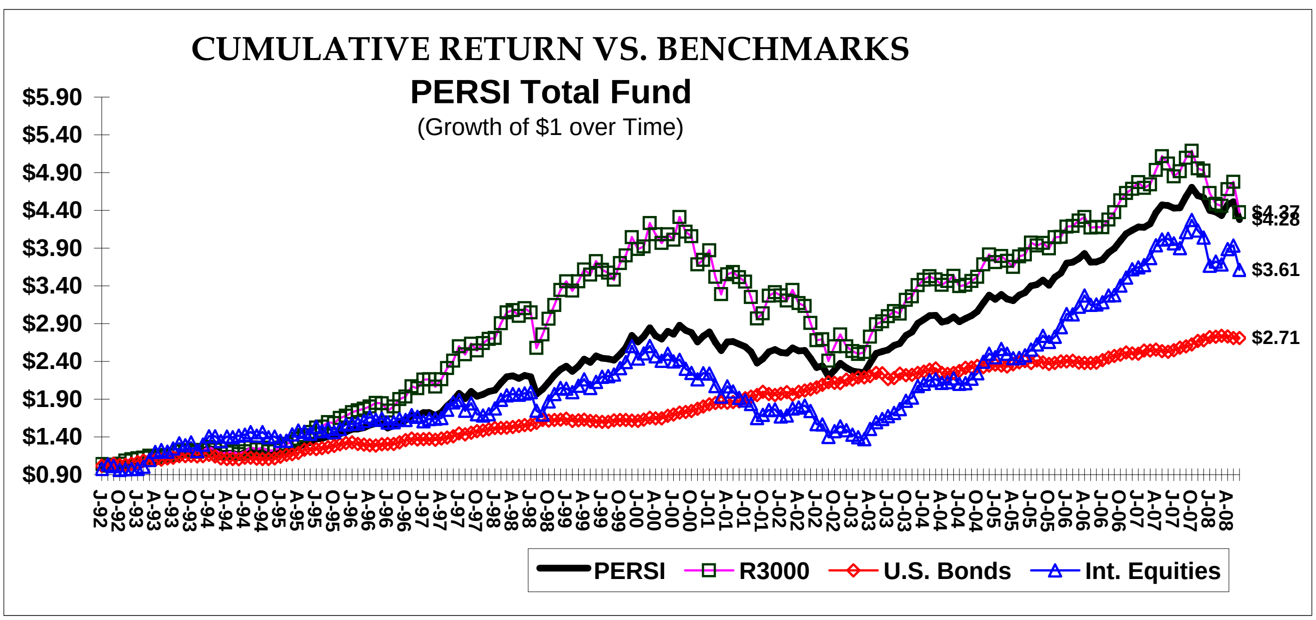
ACCOUNT	AMOUNT		ALLOCATION
U.S./GLOBAL EQUITY		**$ 5,894,232,917**	**54.0%**
LARGE CAP		***$1,241,885,914***	***11.4%***
Mellon S&P 500	$777,104,113		7.1%
Tukman	$298,252,607		2.7%
Peregrine	$166,529,194		1.5%
SMALL CAP		***$846,238,947***	***7.8%***
Mellon Midcap	$110,181,549		1.0%
Mellon R2000	$76,743,779		0.7%
Mountain Pacific	$278,248,053		2.5%
TCW Dom.	$190,138,509		1.7%
D. Smith	$190,927,056		1.7%
GLOBAL		***$2,285,674,399***	***20.9%***
Barings	$364,509,466		3.3%
Bernstein Gl.	$301,058,855		2.8%
Cap Guardian	$401,977,021		3.7%
Brandes	$528,295,717		4.8%
Zeisiger (Public)	$441,147,126		4.0%
Fortis	$248,686,212		2.3%
PRIVATE EQUITY		***$ 759,827,906***	***7.0%***
REAL ESTATE		***$760,605,752***	***7.0%***
Private Real Estate	$550,422,527		5.0%
Adelante	$210,183,226		1.9%
INTERNATIONAL EQUITY		**$ 1,632,849,566**	**15.0%**
Mellon Index	$542,590,327		5.0%
Mondrian	$318,119,863		2.9%
Genesis	$387,971,399		3.6%
Bernstein Emg.	$386,481,445		3.5%
Pareto Partners	-$2,313,467		0.0%
FIXED INCOME		**$3,262,486,539**	**29.9%**
State Street	$843,125,499		7.7%
Barings	$247,992,599		2.3%
Western	$221,330,635		2.0%
Fidelity	$224,792,918		2.1%
DBF MBS	$170,915,627		1.6%
Idaho Mortgage	$339,839,008		3.1%
Clearwater	$174,560,387		1.6%
Western TIPS	$303,455,908		2.8%
TIPS	$736,473,960		6.7%
CASH AND OTHER		**$ 122,156,851**	**1.1%**
TOTAL		**$ 10,911,725,873**	



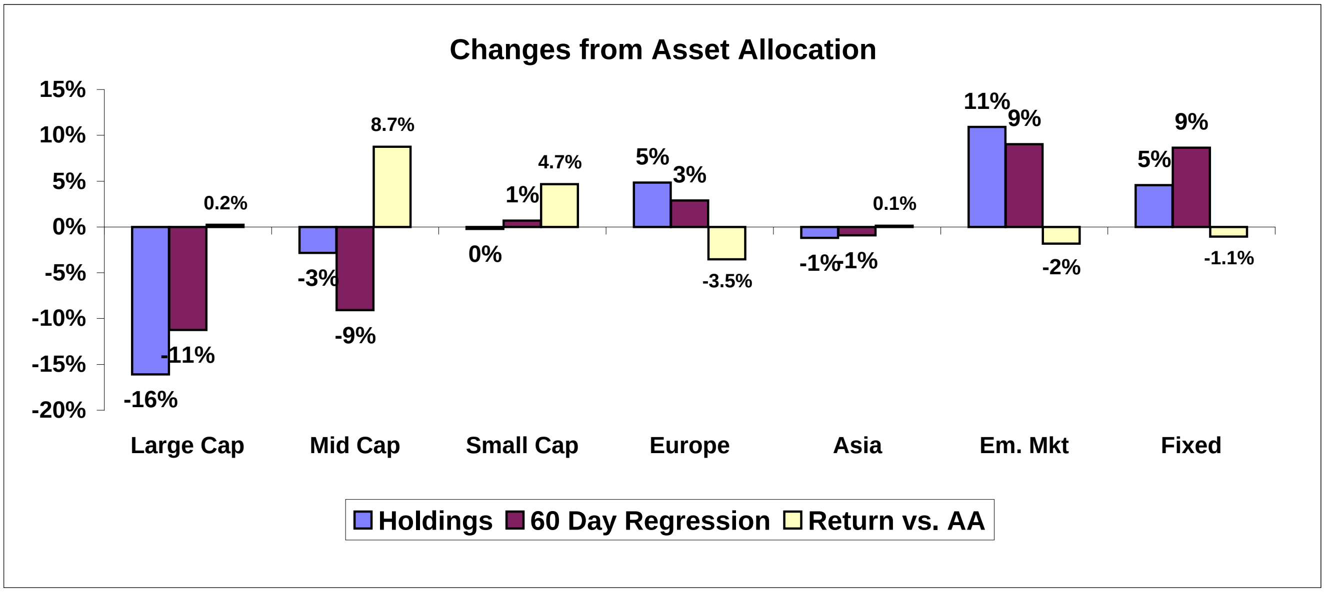
TOTAL FUND ALLOCATIONS
By Manager Benchmark
Cash 1%
US Public Equity 19%
REITs 2%
Private Real Estate 5%
Private Equity 7%
Global Equity 21%
EAFE 8%
Emerging 7%
Id. Mort 3%
TIPS 10%
Fixed 17%

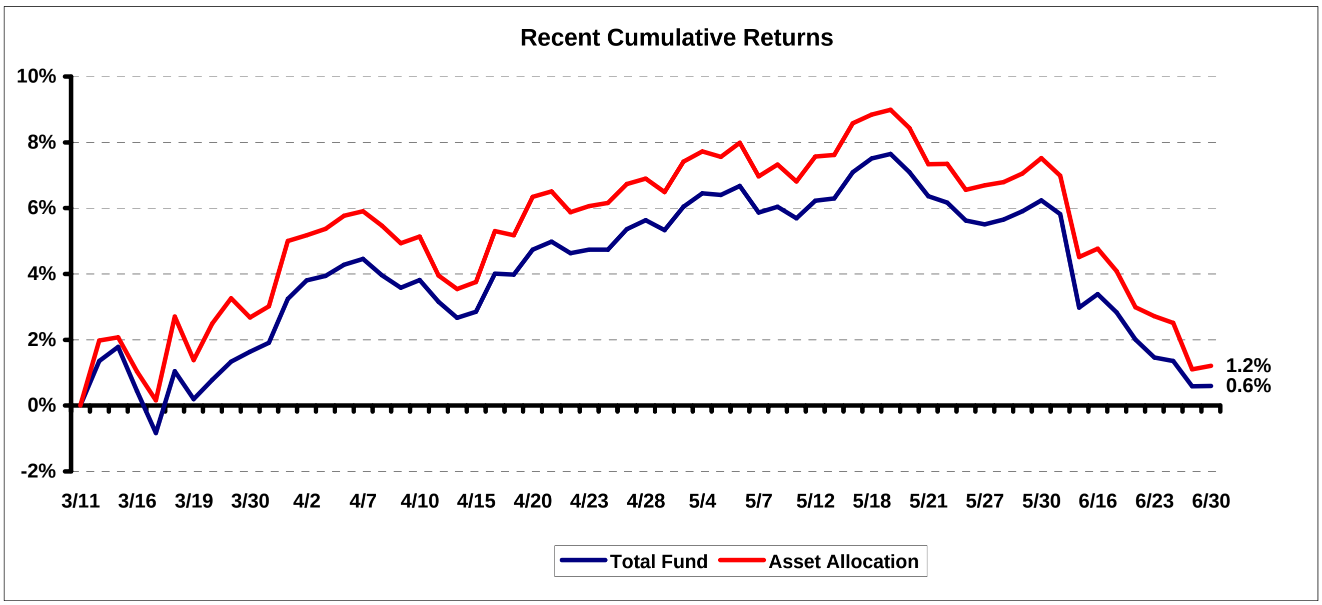


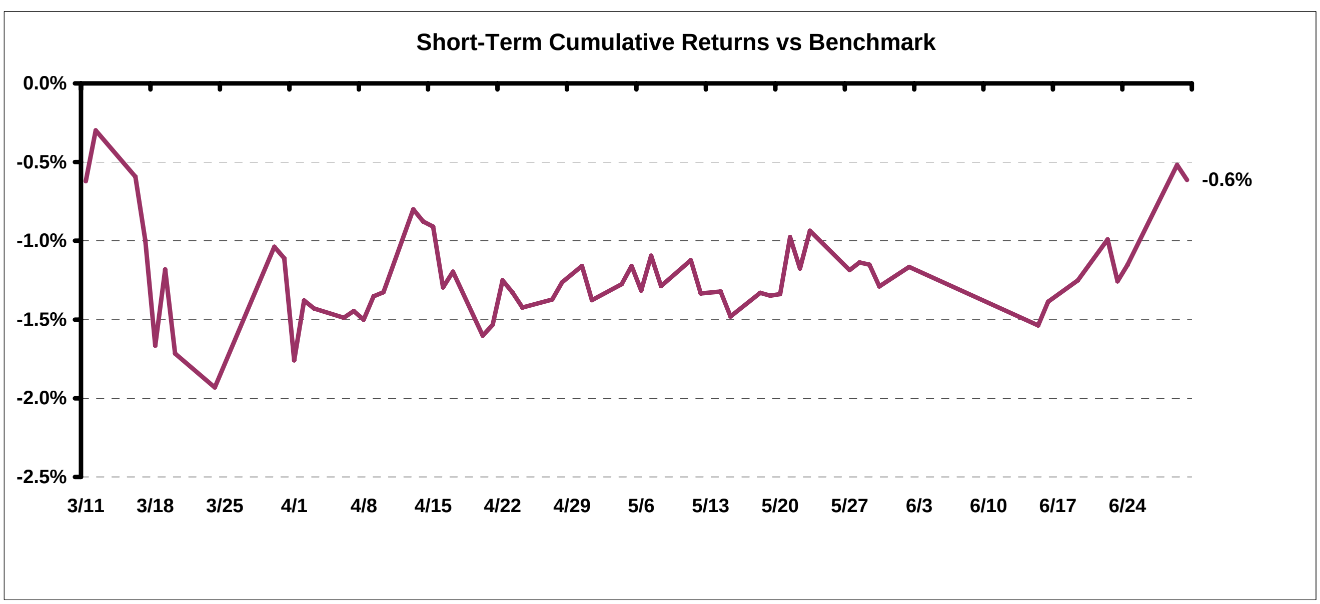
TOTAL FUND ALLOCATIONS
As Invested
Cash 2%
US Public Equity 32%
Private Equity 6%
Private Real Estate 4%
EAFE 17%
Emerging 10%
Id. Mort 3%
TIPS 9%
Fixed Income 17%

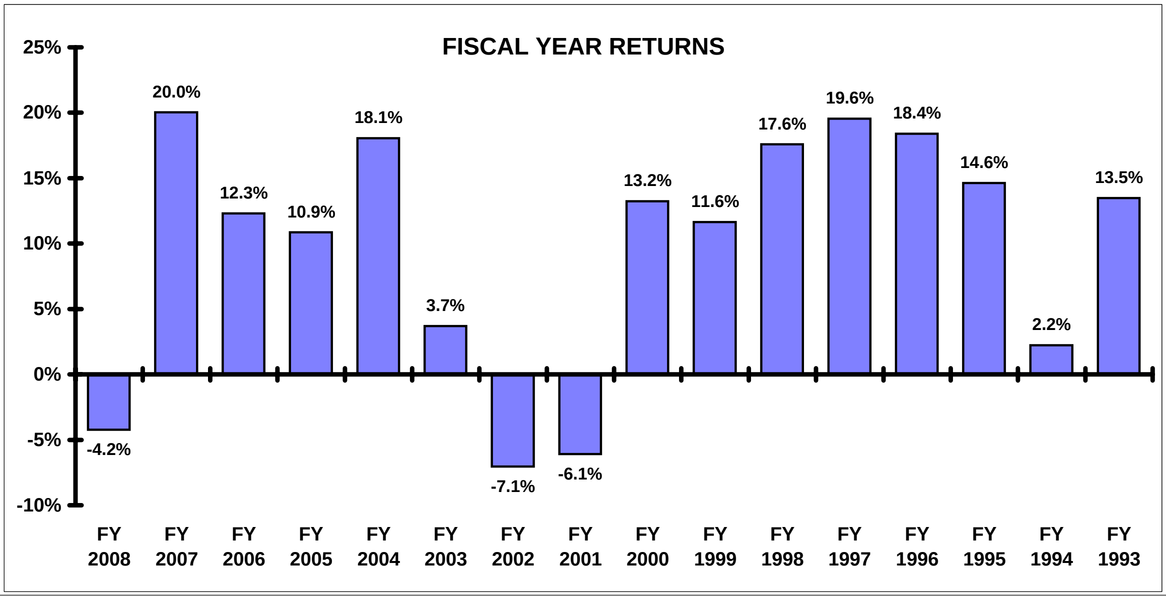


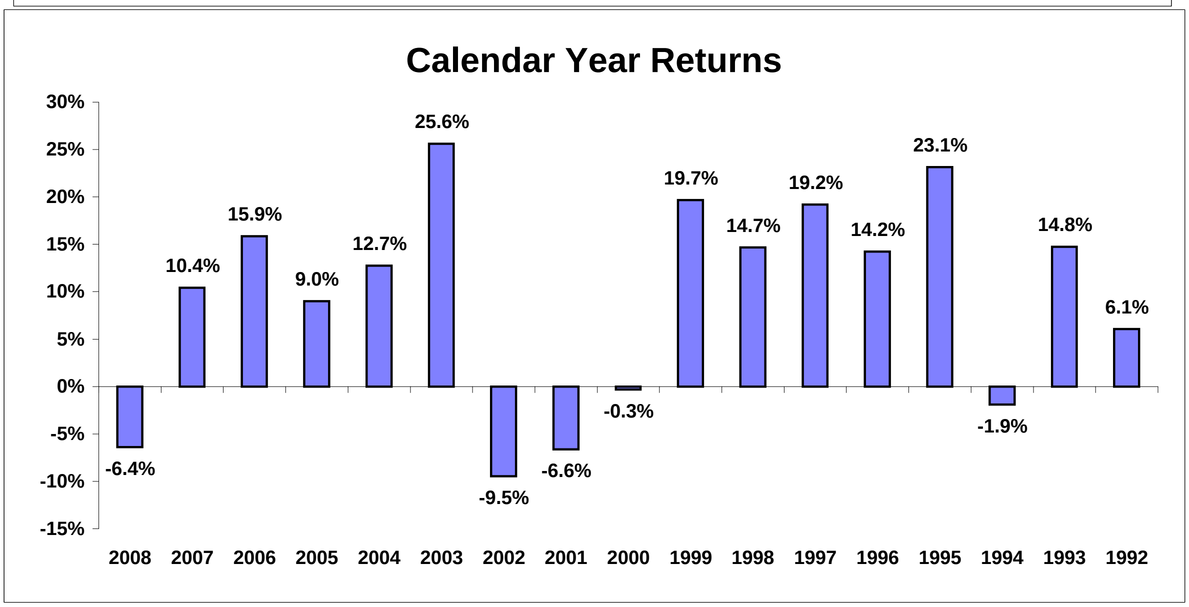
CUMULATIVE RETURN VS. BENCHMARKS
PERSI Total Fund
(Growth of $1 over Time)
$5.90
$5.40
$4.90
$4.40
$3.90
$3.40
$2.90
$2.40
$1.90
$1.40
$0.90
$4.37
$4.28
$3.61
$2.71
PERSI
R3000
U.S. Bonds
Int. Equities

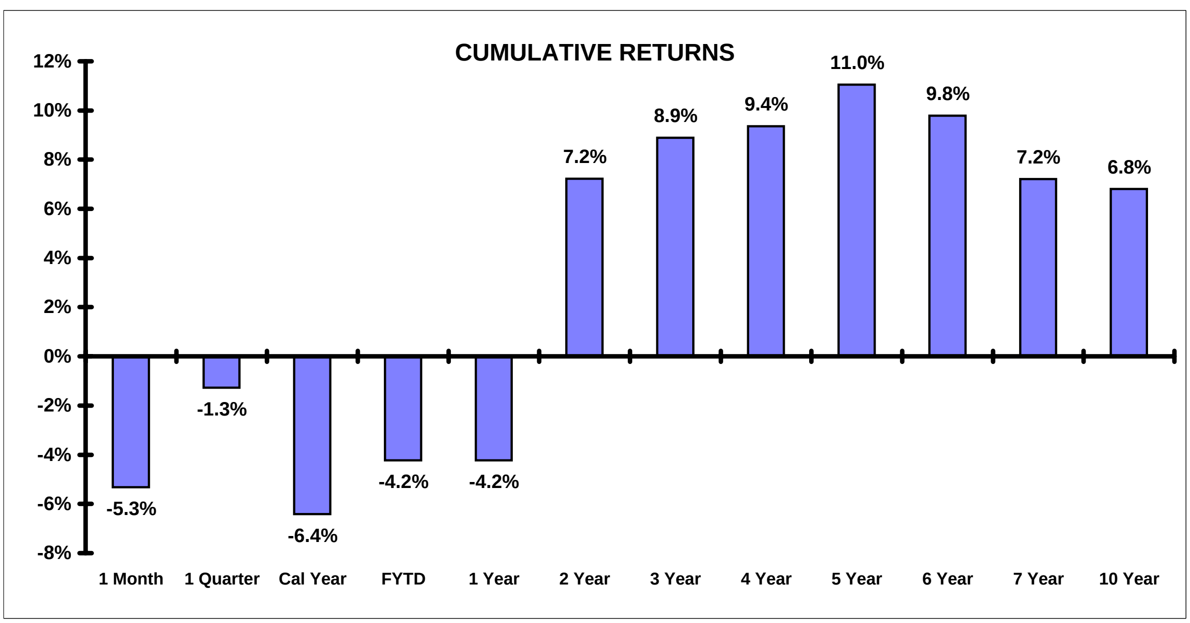

Changes from Asset Allocation
15%
10%
5%
0%
-5%
-10%
-15%
-20%
-16%
-11%
0.2%
-3%
-9%
8.7%
0%
1%
4.7%
5%
3%
-3.5%
-1%
-1%
0.1%
11%
9%
-2%
5%
9%
-1.1%
Large Cap
Mid Cap
Small Cap
Europe
Asia
Em. Mkt
Fixed
Holdings
60 Day Regression
Return vs. AA

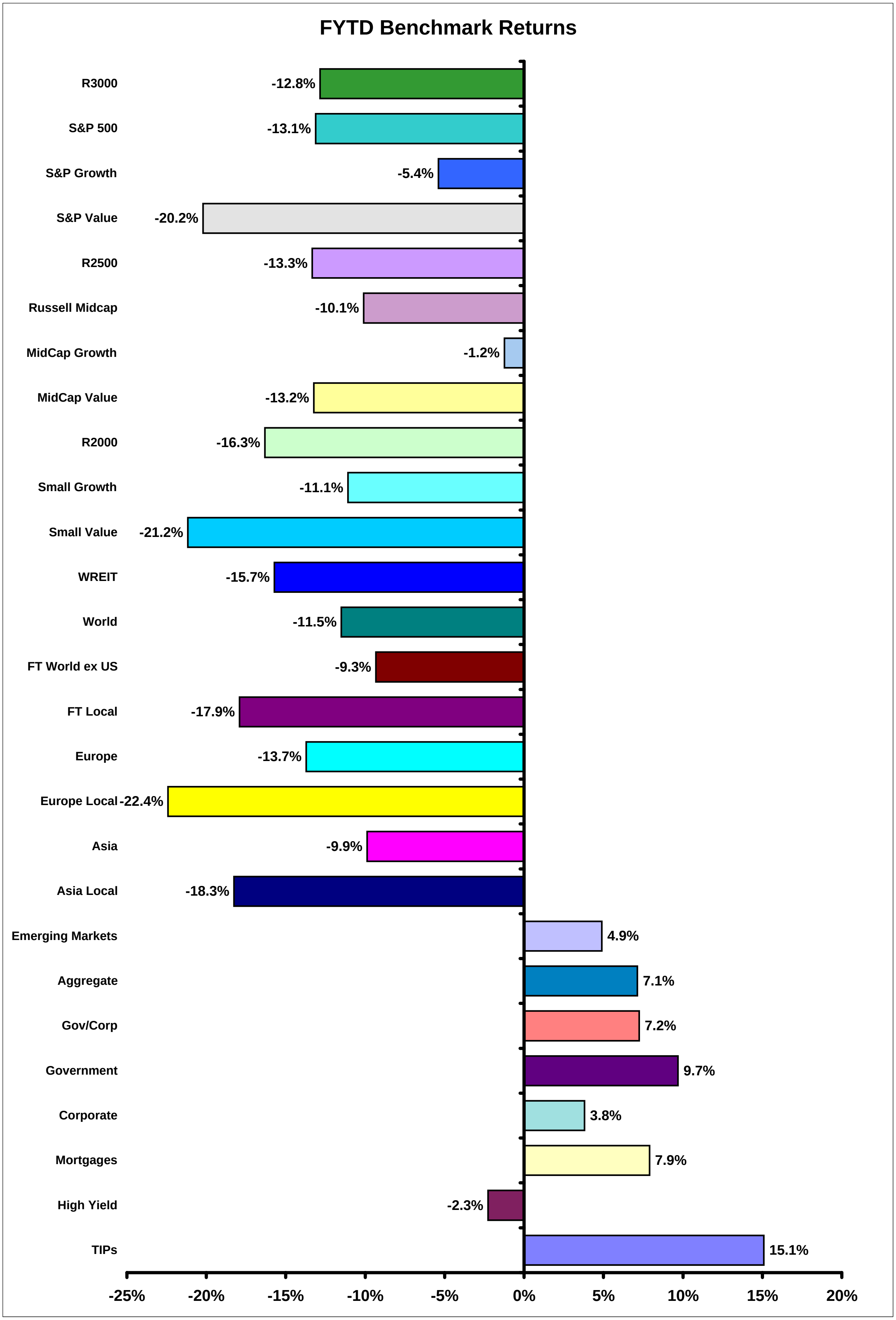

Recent Cumulative Returns
10%
8%
6%
4%
2%
0%
-2%
3/11
3/16
3/19
3/30
4/2
4/7
4/10
4/15
4/20
4/23
4/28
5/4
5/7
5/12
5/18
5/21
5/27
5/30
6/16
6/23
6/30
1.2%
0.6%
Total Fund
Asset Allocation

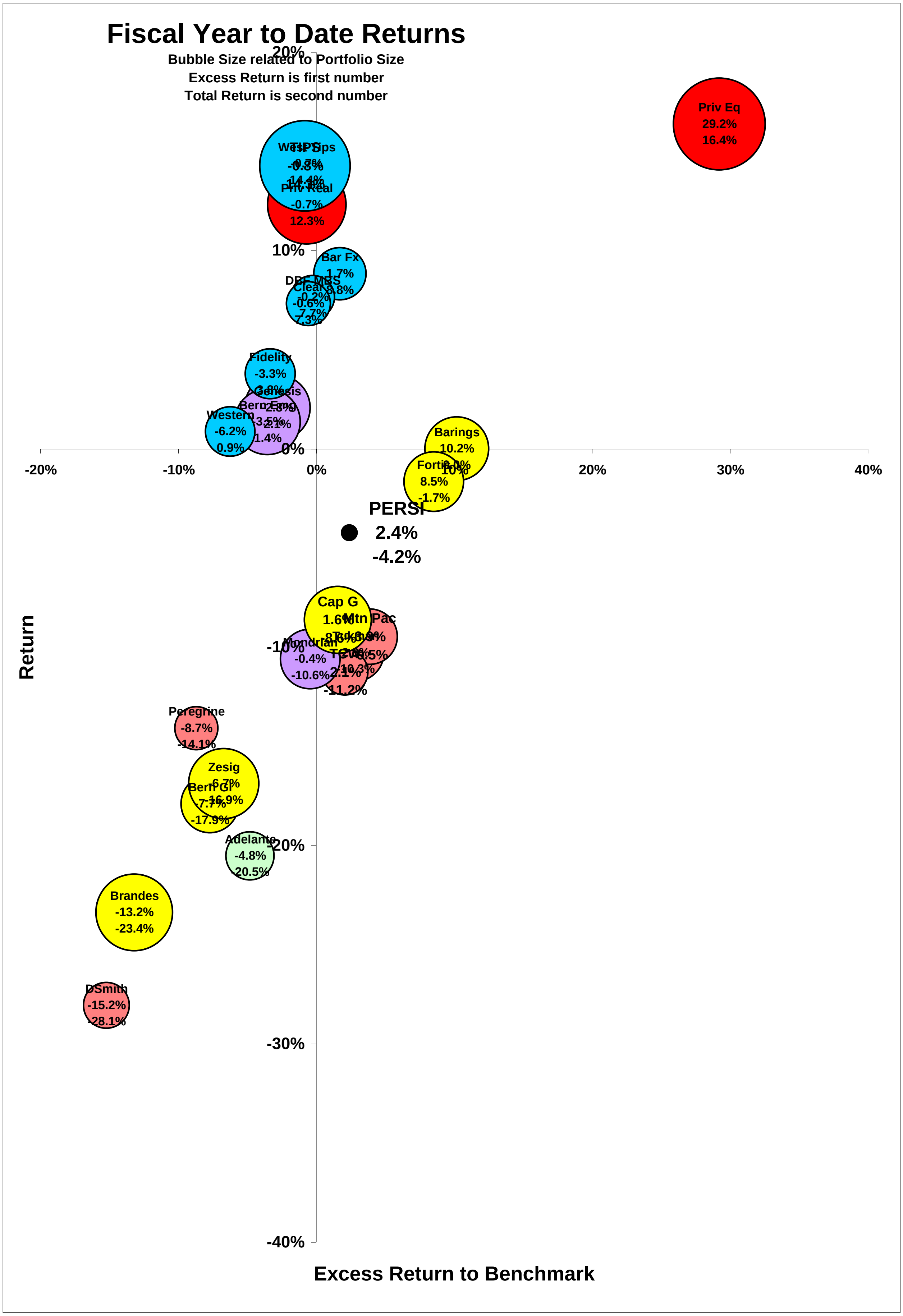

Short-Term Cumulative Returns vs Benchmark
0.0%
-0.5%
-1.0%
-1.5%
-2.0%
-2.5%
3/11
3/18
3/25
4/1
4/8
4/15
4/22
4/29
5/6
5/13
5/20
5/27
6/3
6/10
6/17
6/24
-0.6%


FISCAL YEAR RETURNS
25%
20%
15%
10%
5%
0%
-5%
-10%
20.0%
18.1%
12.3%
10.9%
3.7%
-4.2%
-7.1%
-6.1%
13.2%
11.6%
17.6%
19.6%
18.4%
14.6%
2.2%
13.5%
FY 2008
FY 2007
FY 2006
FY 2005
FY 2004
FY 2003
FY 2002
FY 2001
FY 2000
FY 1999
FY 1998
FY 1997
FY 1996
FY 1995
FY 1994
FY 1993

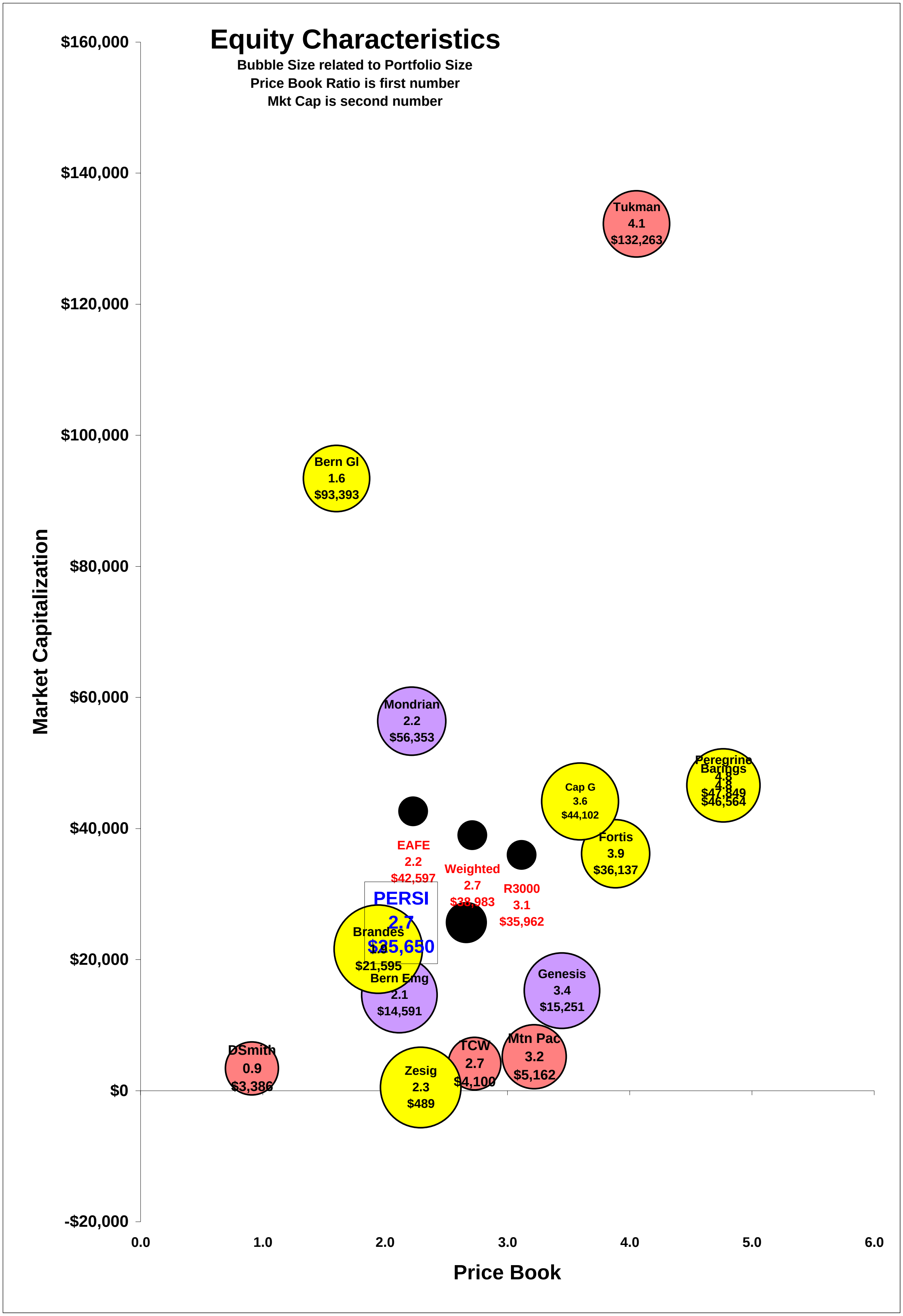

Calendar Year Returns
30%
25%
20%
15%
10%
5%
0%
-5%
-10%
-15%
-6.4%
10.4%
15.9%
9.0%
12.7%
25.6%
-9.5%
-6.6%
-0.3%
19.7%
14.7%
19.2%
14.2%
23.1%
-1.9%
14.8%
6.1%
2008
2007
2006
2005
2004
2003
2002
2001
2000
1999
1998
1997
1996
1995
1994
1993
1992

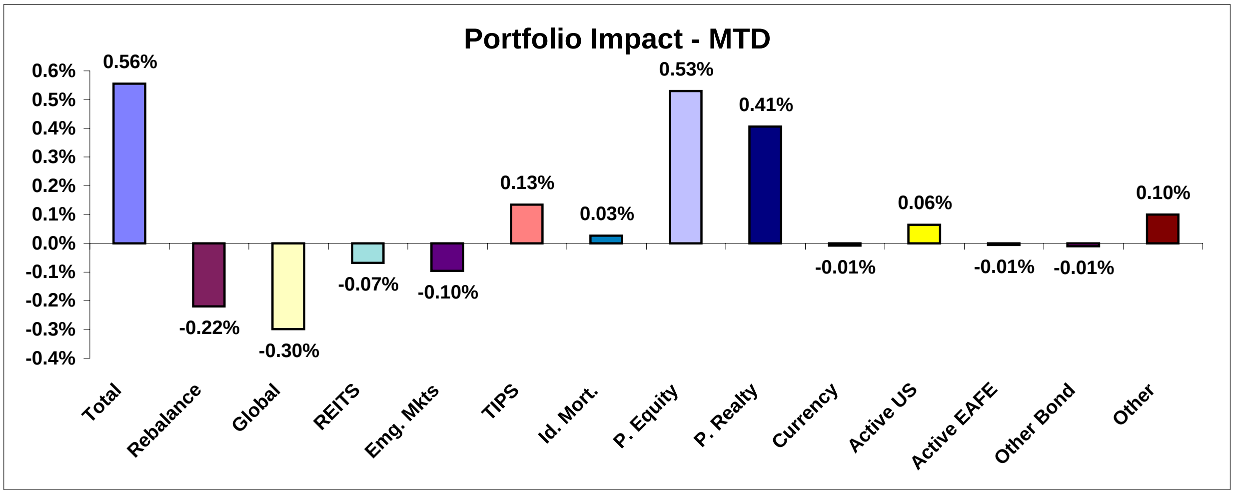

CUMULATIVE RETURNS
12%
10%
8%
6%
4%
2%
0%
-2%
-4%
-6%
-8%
-5.3%
-1.3%
-6.4%
-4.2%
-4.2%
7.2%
8.9%
9.4%
11.0%
9.8%
7.2%
6.8%
1 Month
1 Quarter
Cal Year
FYTD
1 Year
2 Year
3 Year
4 Year
5 Year
6 Year
7 Year
10 Year

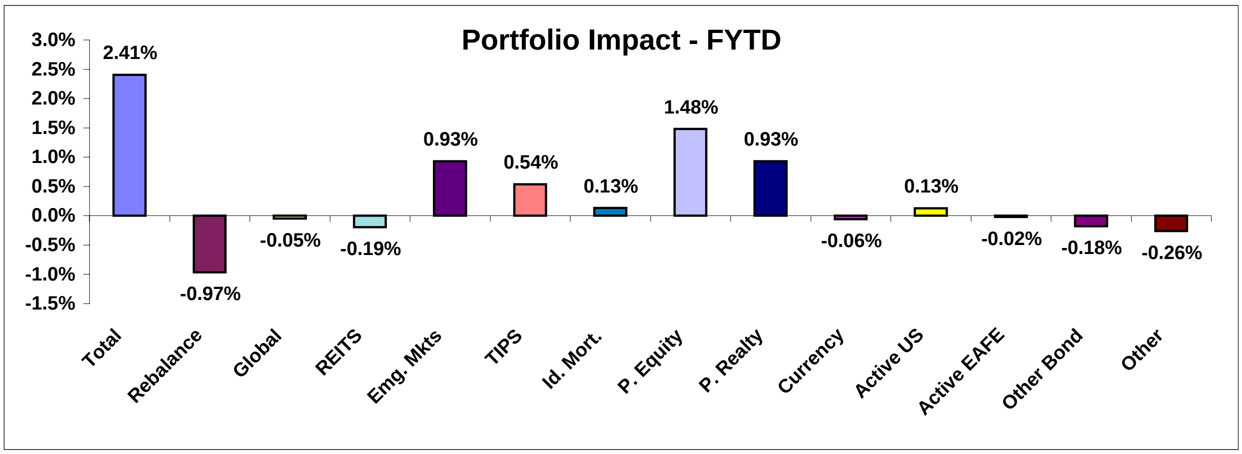

FYTD Benchmark Returns
R3000
-12.8%
S&P 500
-13.1%
S&P Growth
-5.4%
S&P Value
-20.2%
R2500
-13.3%
Russell Midcap
-10.1%
MidCap Growth
-1.2%
MidCap Value
-13.2%
R2000
-16.3%
Small Growth
-11.1%
Small Value
-21.2%
WREIT
-15.7%
World
-11.5%
FT World ex US
-9.3%
FT Local
-17.9%
Europe
-13.7%
Europe Local
-22.4%
Asia
-9.9%
Asia Local
-18.3%
Emerging Markets
4.9%
Aggregate
7.1%
Gov/Corp
7.2%
Government
9.7%
Corporate
3.8%
Mortgages
7.9%
High Yield
-2.3%
TIPs
15.1%
-25%
-20%
-15%
-10%
-5%
0%
5%
10%
15%
20%

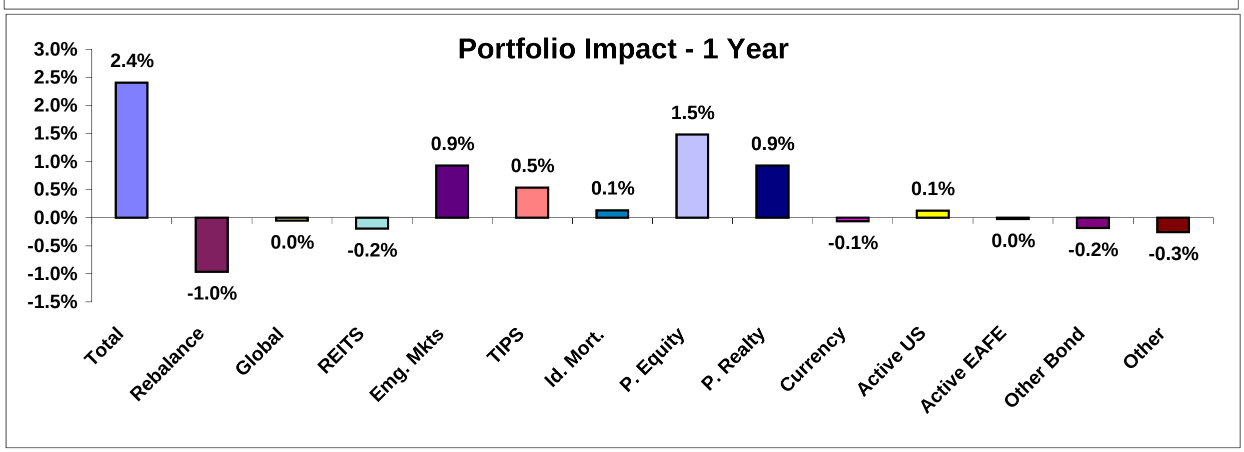


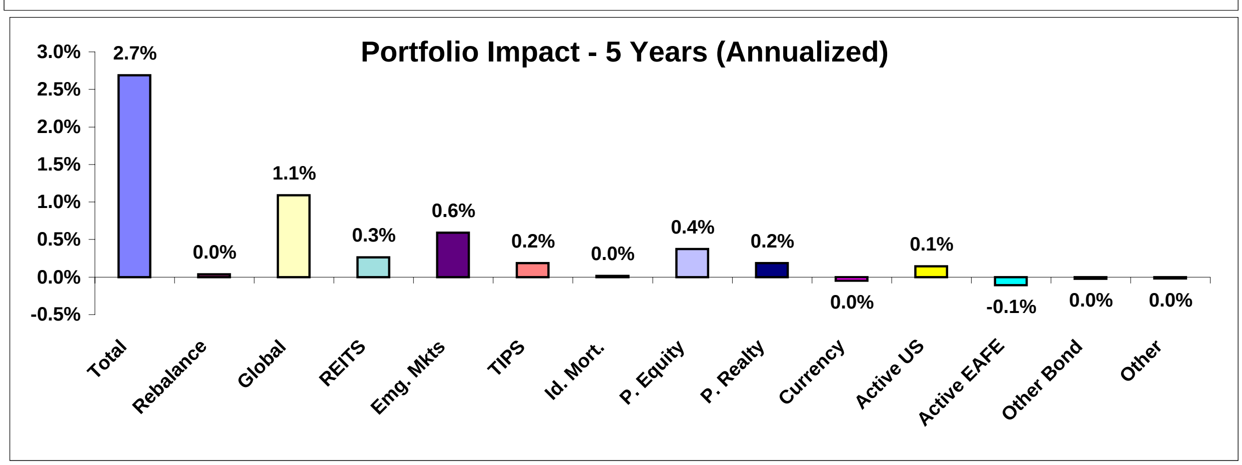
Fiscal Year to Date Returns
Bubble Size related to Portfolio Size
Excess Return is first number
Total Return is second number
Priv Eq
29.2%
16.4%
Priv Real
-0.7%
12.3%
Bar Fx
1.7%
Fidelity
-3.3%
Genesis
Western
-6.2%
0.9%
Barings
10.2%
8.5%
-1.7%
PERSI
2.4%
-4.2%
Cap G
1.6%
Mtn Pac
Mondrian
-0.4%
-10.6%
-11.2%
Peregrine
-8.7%
-14.1%
Zesig
-16.9%
-17.9%
Adelante
-4.8%
-20.5%
Brandes
-13.2%
-23.4%
DSmith
-15.2%
-28.1%
20%
10%
0%
-10%
-20%
-30%
-40%
30%
40%
Return
Excess Return to Benchmark


Equity Characteristics
Bubble Size related to Portfolio Size
Price Book Ratio is first number
Mkt Cap is second number
Market Capitalization
$160,000
$140,000
$120,000
$100,000
$80,000
$60,000
$40,000
$20,000
$0
-$20,000
0.0
1.0
2.0
3.0
4.0
5.0
6.0
Price Book
Tukman 4.1 $132,263
Bern Gl 1.6 $93,393
Mondrian 2.2 $56,353
Peregrine 4.8 $47,849
Barings 4.8 $46,564
Cap G 3.6 $44,102
Fortis 3.9 $36,137
EAFE 2.2 $42,597
Weighted 2.7 $38,983
R3000 3.1 $35,962
PERSI 2.7 $25,650
Brandes 2.0 $21,595
Bern Emg 2.1 $14,591
Genesis 3.4 $15,251
DSmith 0.9 $3,386
TCW 2.7 $4,100
Mtn Pac 3.2 $5,162
Zesig 2.3 $489


Portfolio Impact - MTD
0.6%
0.5%
0.4%
0.3%
0.2%
0.1%
0.0%
-0.1%
-0.2%
-0.3%
-0.4%
0.56%
-0.22%
-0.30%
-0.07%
-0.10%
0.13%
0.03%
0.53%
0.41%
-0.01%
0.06%
-0.01%
-0.01%
0.10%
Total
Rebalance
Global
REITS
Emg. Mkts
TIPS
Id. Mort.
P. Equity
P. Realty
Currency
Active US
Active EAFE
Other Bond
Other


Portfolio Impact - FYTD
3.0%
2.5%
2.0%
1.5%
1.0%
0.5%
0.0%
-0.5%
-1.0%
-1.5%
2.41%
-0.97%
-0.05%
-0.19%
0.93%
0.54%
0.13%
1.48%
0.93%
-0.06%
0.13%
-0.02%
-0.18%
-0.26%
Total
Rebalance
Global
REITS
Emg. Mkts
TIPS
Id. Mort.
P. Equity
P. Realty
Currency
Active US
Active EAFE
Other Bond
Other


Portfolio Impact - 1 Year
3.0%
2.5%
2.0%
1.5%
1.0%
0.5%
0.0%
-0.5%
-1.0%
-1.5%
2.4%
-1.0%
0.0%
-0.2%
0.9%
0.5%
0.1%
1.5%
0.9%
-0.1%
0.1%
0.0%
-0.2%
-0.3%
Total
Rebalance
Global
REITS
Emg. Mkts
TIPS
Id. Mort.
P. Equity
P. Realty
Currency
Active US
Active EAFE
Other Bond
Other


Portfolio Impact - 5 Years (Annualized)
3.0%
2.5%
2.0%
1.5%
1.0%
0.5%
0.0%
-0.5%
2.7%
0.0%
1.1%
0.3%
0.6%
0.2%
0.0%
0.4%
0.2%
0.0%
0.1%
-0.1%
0.0%
0.0%
Total
Rebalance
Global
REITS
Emg. Mkts
TIPS
Id. Mort.
P. Equity
P. Realty
Currency
Active US
Active EAFE
Other Bond
Other

LARGEST HOLDINGS

TOTAL FUND

ISSUE NAME	*%*
US TREAS-CPI INFLATION INDEX	6.5%
PERSI STIF	4.4%
IDAHO MORTGAGES-FSB	3.2%
US TREAS-CPI INFLAT	3.1%
KOLL-PERS LLC	3.0%
COMMIT TO PUR FNMA SF MTG	2.4%
U S TREASURY NOTES	1.3%
OLYMPIC/IDA FUND II LLC	1.0%
U S TREASURY BONDS	0.9%
COMMIT TO PUR FHLMC GOLD SFM	0.6%
MICROSOFT CORP COM	0.6%
GENERAL ELEC CO COM	0.6%
AMERICAN INTL GROUP INC COM	0.6%
EXXON MOBIL CORP	0.5%
CAH IDA SOUTHWEST	0.5%
COMMIT TO PUR GNMA SF MTG	0.5%
IBM CORP COM	0.5%
JOHNSON & JOHNSON COM	0.4%
PROCTER & GAMBLE CO COM	0.4%
GOLDMAN SACHS GROUP INC COM	0.4%
WAL MART STORES INC COM	0.4%
GOOGLE INC CL A	0.4%
HAMILTON LANE COINVEST	0.4%
PEPSICO INC COM	0.3%
CVC EUROPEAN EQUITY IV	0.3%
APOLLO VI LP	0.3%
AT & T INC COM	0.3%
SUMITOMO MITSUI GR NPV	0.3%
CHEVRON CORPORATION COM	0.3%
TPG PARTNERS V LP	0.3%
CISCO SYS INC COM	0.3%
PFIZER INC COM STK USD0.05	0.3%
GLAXOSMITHKLINE ORD GBP0.25	0.3%
TOTAL SA EUR2.5	0.3%
OIL CO LUKOIL SPON ADR	0.3%
PROVIDENCE EQUITY PARTNERS V	0.3%

ACTIVE EQUITY MANAGERS

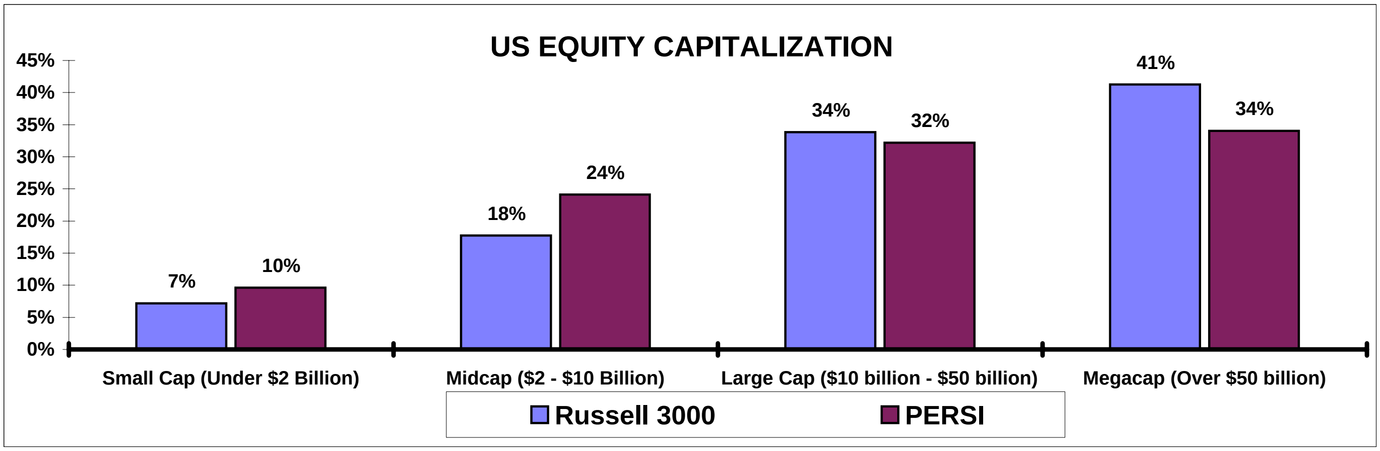
Manager	*Amount*	*Holding*	*%*
Peregrine	$ 14,456,800	GOLDMAN SACHS GROUP INC COM	8.1%
Tukman	$ 30,532,537	IBM CORP COM	9.7%
D. Smith	$ 18,287,047	FLEXTRONICS INTERNATIONAL LTD	8.6%
Mtn. Pacific	$ 12,870,000	DONALDSON INC	4.3%
Lend Lease	$ 22,331,305	VORNADO RLTY TR COM	9.4%
TCW Domestic	$ 5,658,177	EDWARDS LIFE SCIENCES CORP COM	2.8%
Barings Equity	$ 7,206,068	TOTAL SA EUR2.5	1.9%
Brandes	$ 20,258,837	NIPPON TEL & TEL CORP Y50000	3.4%
Cap Guardian	$ 16,441,864	POTASH CORP OF SASKATCHEWAN	3.8%
Bernstein Glbl	$ 12,885,040	CONOCOPHILLIPS	3.9%
Fortis	$ 7,393,876	HALLIBURTON CO COM	2.8%
Zesiger	$ 19,945,200	PETROLEO BRASILEIRO SA ADR	4.1%
Mondrian	$ 12,126,016	TOTAL SA EUR2.5	3.5%
Genesis	$ 21,038,385	ANGLO AMERICAN USD0.54 (POST	5.0%
Bernstein Emg.	$ 17,192,302	USINAS SID MINAIS GERAIS	4.0%

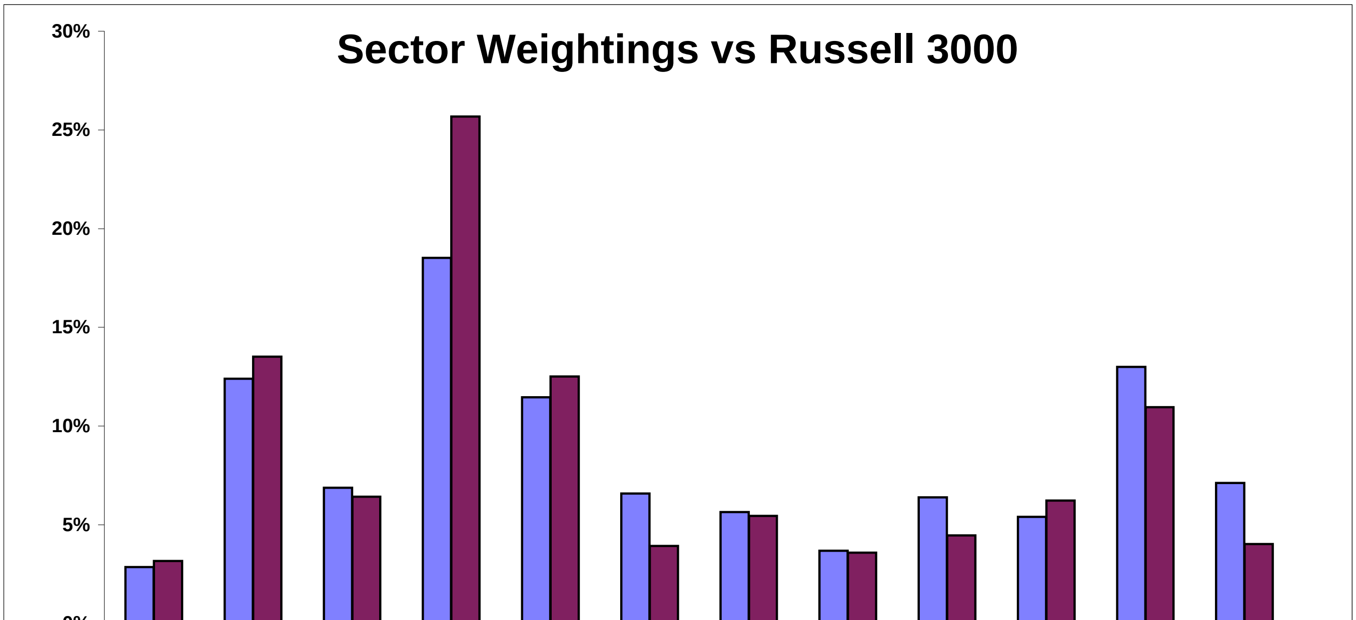
Total Top 36 36.5%

Domestic Equity Characteristics (Wgt Median)

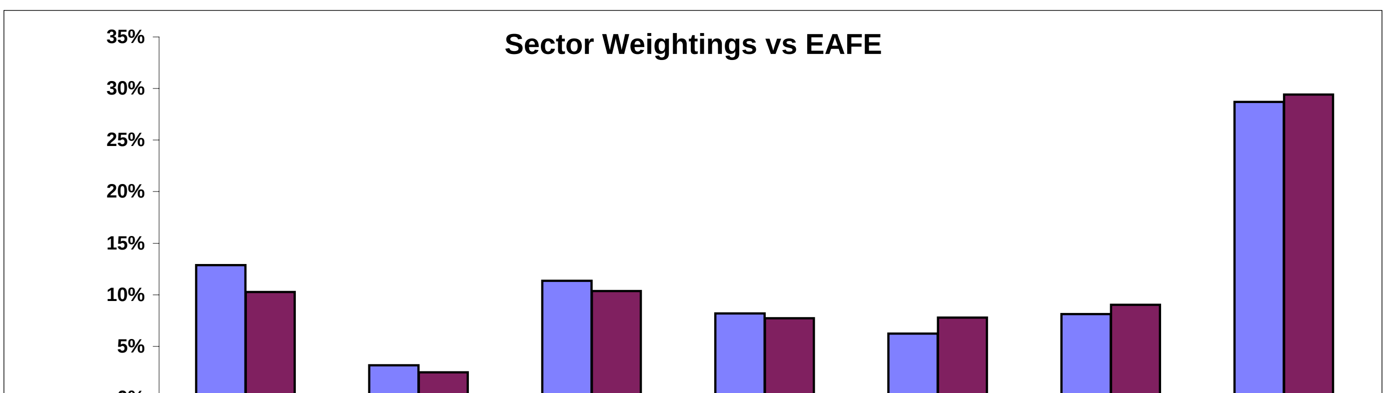
	P/E	P/B	Yield	Mkt Cap	5Y Earn G	ROE 5 yr
PERSI	19.2	3.0	1.5%	$ 22,505	14.8%	18.1%
R3000	*17.8*	*3.1*	*1.6%*	*$ 35,962*	*15.8%*	*19.2%*
US Only Active	18.3	3.1	1.4%	$ 24,173	15.6%	19.5%
Peregrine	22.0	4.8	1.0%	$ 47,849	22.7%	22.6%
Tukman	16.7	4.1	2.4%	$ 132,263	12.2%	25.5%
Mtn Pacific	20.4	3.2	0.8%	$ 5,162	15.8%	19.6%
TCW Domestic	21.7	2.7	0.5%	$ 4,100	11.6%	13.9%
Donald Smith	14.8	0.9	1.2%	$ 3,386	10.4%	4.6%
Global Managers US	19.2	2.6	1.3%	$ 29,210	15.5%	17.8%
Barings	19.3	4.8	0.7%	$ 46,564	21.2%	29.5%
Bernstein	11.9	1.6	2.4%	$ 93,393	25.9%	12.3%
Brandes	17.3	1.9	3.0%	$ 21,595	1.8%	13.7%
Cap Guardian	19.9	3.6	1.1%	$ 44,102	16.7%	19.8%
Fortis	21.0	3.9	0.7%	$ 36,137	16.2%	19.2%
Zesiger	17.3	2.3	0.0%	$ 489	34.7%	19.7%

	P/E	P/B	Dividend Yield	Mkt Cap	Ern gwth 5Y	ROE 5 yr
PERSI	16.7	2.7	1.8%	$ 25,650	17.7%	17.8%
World Weighted	*16.2*	*2.7*	*2.2%*	*$ 38,983*	*18.6%*	*17.9%*
Global Equity Managers	16.4	2.4	1.7%	$ 33,594	18.6%	16.0%
Weighted Indices	*15.8*	*2.6*	*2.3%*	*$ 39,841*	*19.4%*	*17.5%*
Barings	19.2	3.8	1.4%	$ 25,913	21.9%	18.5%
W.I.	*15.5*	*2.5*	*2.4%*	*$ 40,381*	*19.9%*	*17.2%*
Bernstein	11.9	1.6	3.0%	$ 53,584	27.9%	15.3%
W.I.	*15.5*	*2.5*	*2.4%*	*$ 40,320*	*19.8%*	*17.3%*
Brandes	16.2	1.8	2.5%	$ 42,689	9.2%	13.2%
W.I.	*15.9*	*2.6*	*2.3%*	*$ 39,519*	*19.1%*	*17.6%*
Cap Guardian	18.3	3.0	1.5%	$ 42,810	21.5%	18.1%
W.I.	*15.7*	*2.6*	*2.3%*	*$ 39,914*	*19.4%*	*17.5%*
Fortis	18.9	3.6	1.3%	$ 36,137	26.0%	19.2%
W.I.	*16.2*	*2.7*	*2.2%*	*$ 38,994*	*18.6%*	*17.9%*
Zesiger	15.3	2.2	0.0%	$ 1,536	18.2%	20.3%
W.I.	*15.7*	*2.6*	*2.3%*	*$ 39,893*	*19.4%*	*17.5%*
Mellon EAFE	14.3	2.2	2.9%	$ 42,597	21.9%	16.2%
Mondrian	13.5	2.2	3.8%	$ 56,353	14.7%	18.6%
Genesis	16.0	3.4	1.4%	$ 15,251	26.9%	22.3%
Bernstein Emg.	11.6	2.1	2.2%	$ 14,591	32.3%	23.1%





	AUTOS & TRANSPORT	CONS DISCRETION	CONSUMER STAPLES	FINANCIAL SERVICE	HEALTH CARE	INTEGRATED OILS	MATERIALS & PROCES	MULTI-SECTOR & OTHER	OTHER ENERGY	PRODUCER DURABLE	TECHNOLOGY	UTILITIES
R3000	3%	12%	7%	19%	11%	7%	6%	4%	6%	5%	13%	7%
PERSI	3%	14%	6%	26%	13%	4%	5%	4%	4%	6%	11%	4%

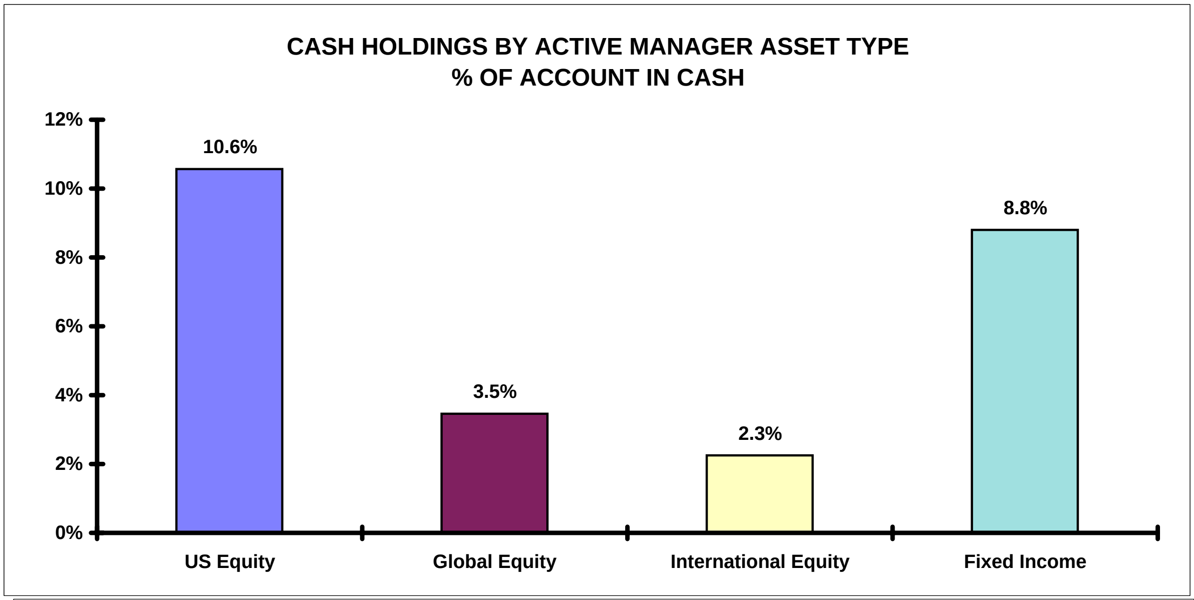


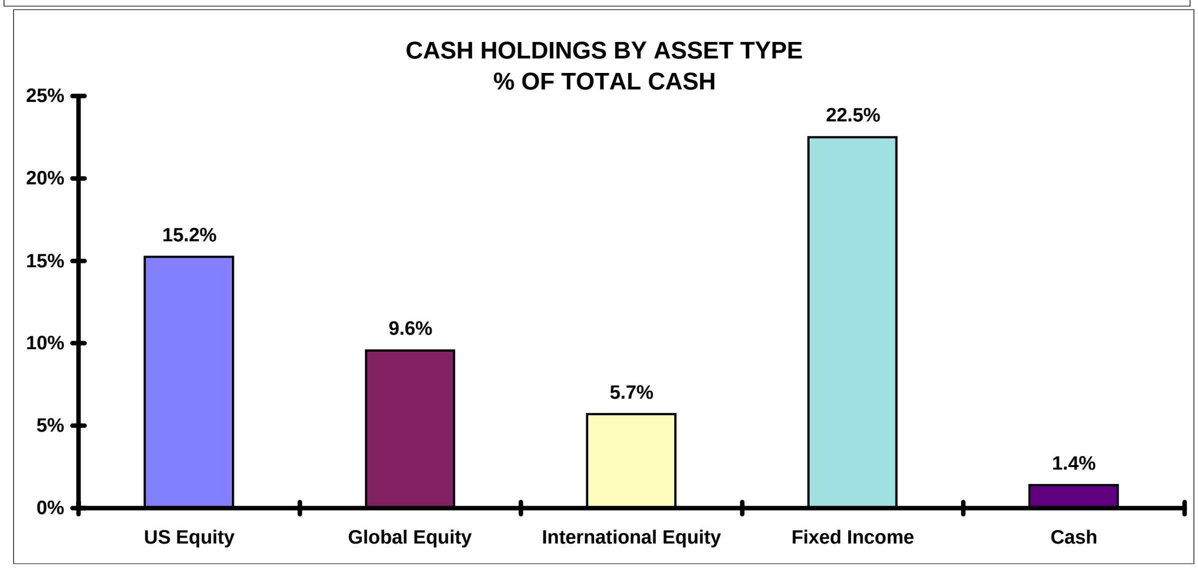
	Basic Industries	Business	Durables	Cons ND	Cons. Serv	Energy	Finance
EAFE	13%	3%	11%	8%	6%	8%	29%
PERSI	10%	2%	10%	8%	8%	9%	29%

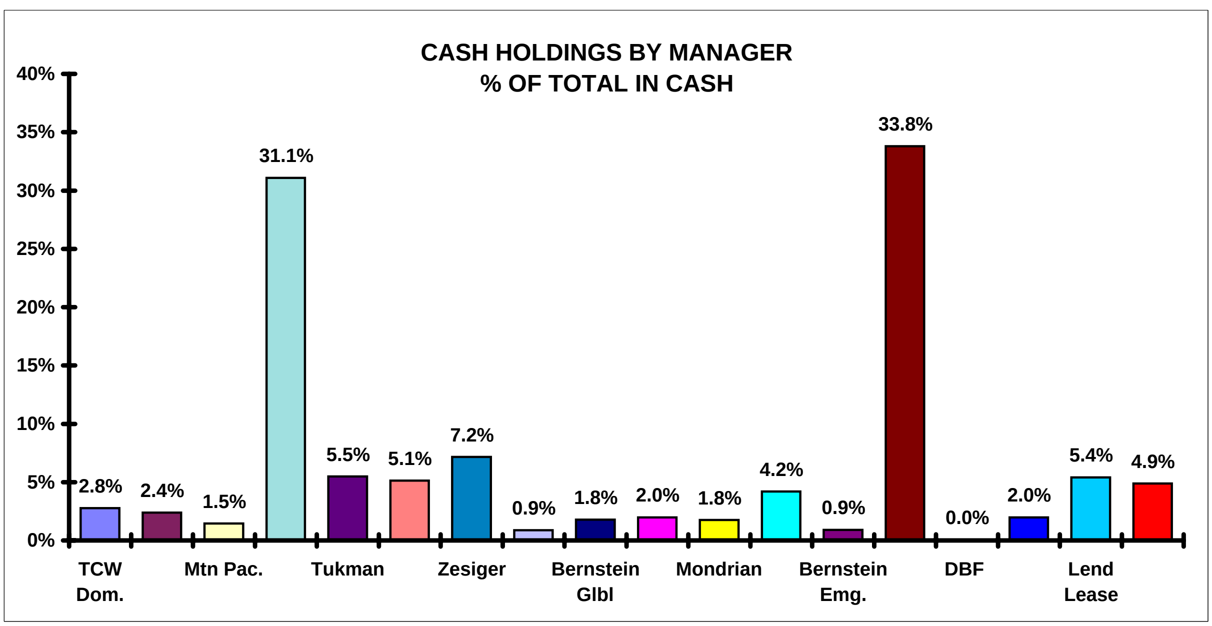
FIXED INCOME PORTFOLIO
Mean Characteristics

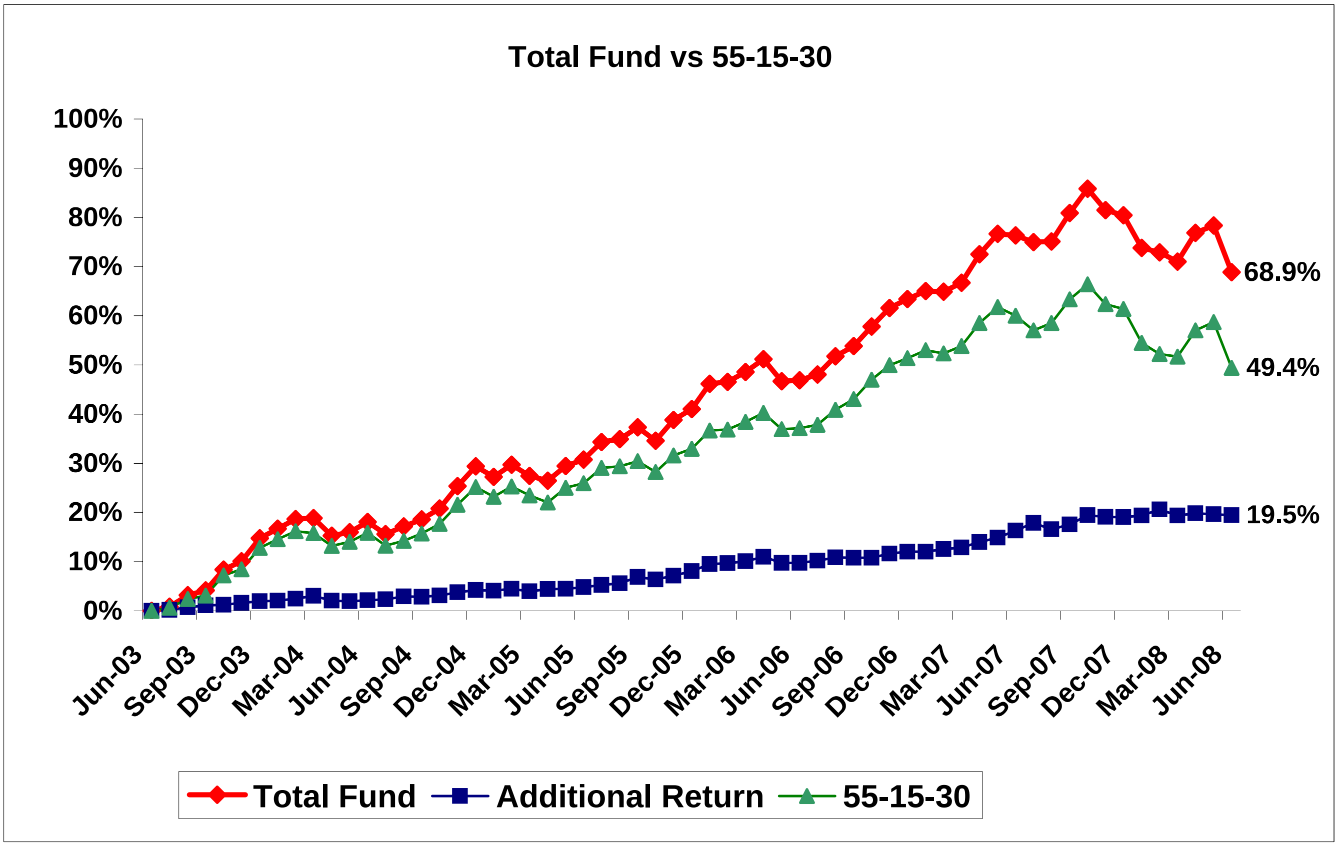
	SSGA G/C	Fx X Mtg,TIPS	Western	Barings	Fidelity	DBF MBS
Coupon Rate	5.49	6.43	9.68	27.70	5.80	5.51
Years to Maturity	7.99	14.99	41.07	105.58	19.28	22.03
Average Price	102.7	121.9	429.0	573.1	103.7	99.7
Moody Qual Code	4	4	10	0	5	1
Moody Qual Rating	AA1	AA1	BAA2	-	AA2	AGY
S&P Qual Code	4	4	10	22	5	1
S&P Qual Rating	A-1+	A-1+	BBB	C	AA	AGY
DBRS Qual Code	5	0	0	0	0	0
DBRS Qual Rating	A	-	-	-	-	-
Current Yield	5.20	6.37	10.54	65.34	6.10	5.49
Yield to Maturity	4.30	5.55	20.22	-15.95	8.36	5.13
Option Adjusted Duration	5.14	5.77	10.57	-19.48	4.90	3.44
Modified Duration	5.30	6.07	11.97	-21.18	5.67	3.92
Option Adjusted Convexity	0.51	0.10	-1.11	0.12	0.12	-1.34
Number of Holdings	1675	1758	429	40	800	43
Market Value	$ 615,531,993	$ 818,954,859	$ 152,006,217	$ 33,589,392	$ 207,558,872	$ 169,833,474

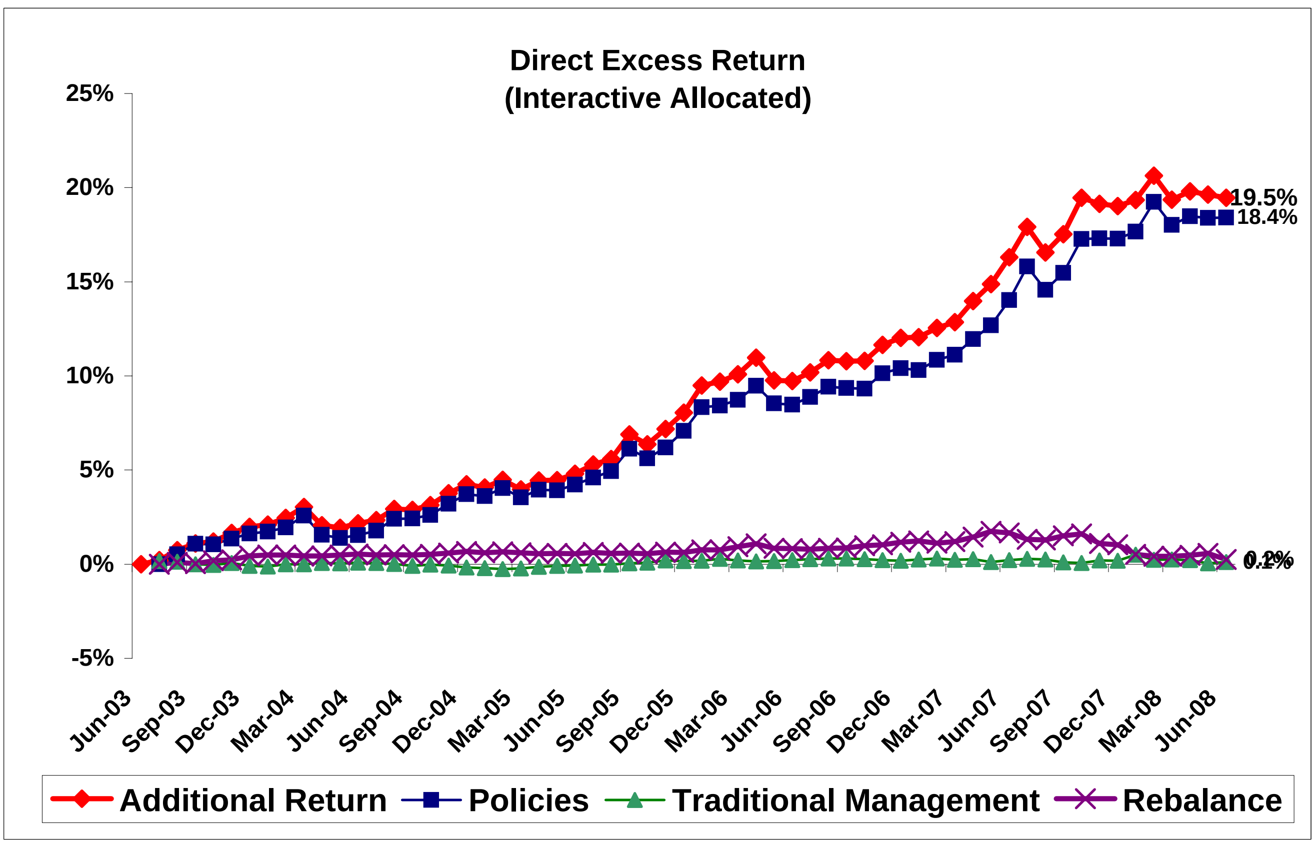
	Total Fixed Inc Mgrs	SSGA-TIPS	Western TIPS	PERSI-STIF
Coupon Rate	4.96	3.40	2.78	0.88
Years to Maturity	18.19	13.37	11.61	0.12
Average Price	140.5	111.2	138.1	94.8
Moody Qual Code	3	0	1	5
Moody Qual Rating	AA1	UST	AAA	AA3
S&P Qual Code	3	0	1	6
S&P Qual Rating	A-1+	UST	UST	AA-
DBRS Qual Code	0	0	0	0
DBRS Qual Rating	-	-	-	-
Current Yield	5.61	3.00	2.56	3.28
Yield to Maturity	6.62	3.86	4.06	2.64
Option Adjusted Duration	6.80	7.14	5.50	0.13
Modified Duration	8.60	10.33	7.99	0.15
Option Adjusted Convexity	0.33	0.87	0.36	0.00
Number of Holdings	3011	7	30	28
Market Value	$ 2,522,189,560	$ 719,234,703	$ 290,382,303	$ 463,629,664

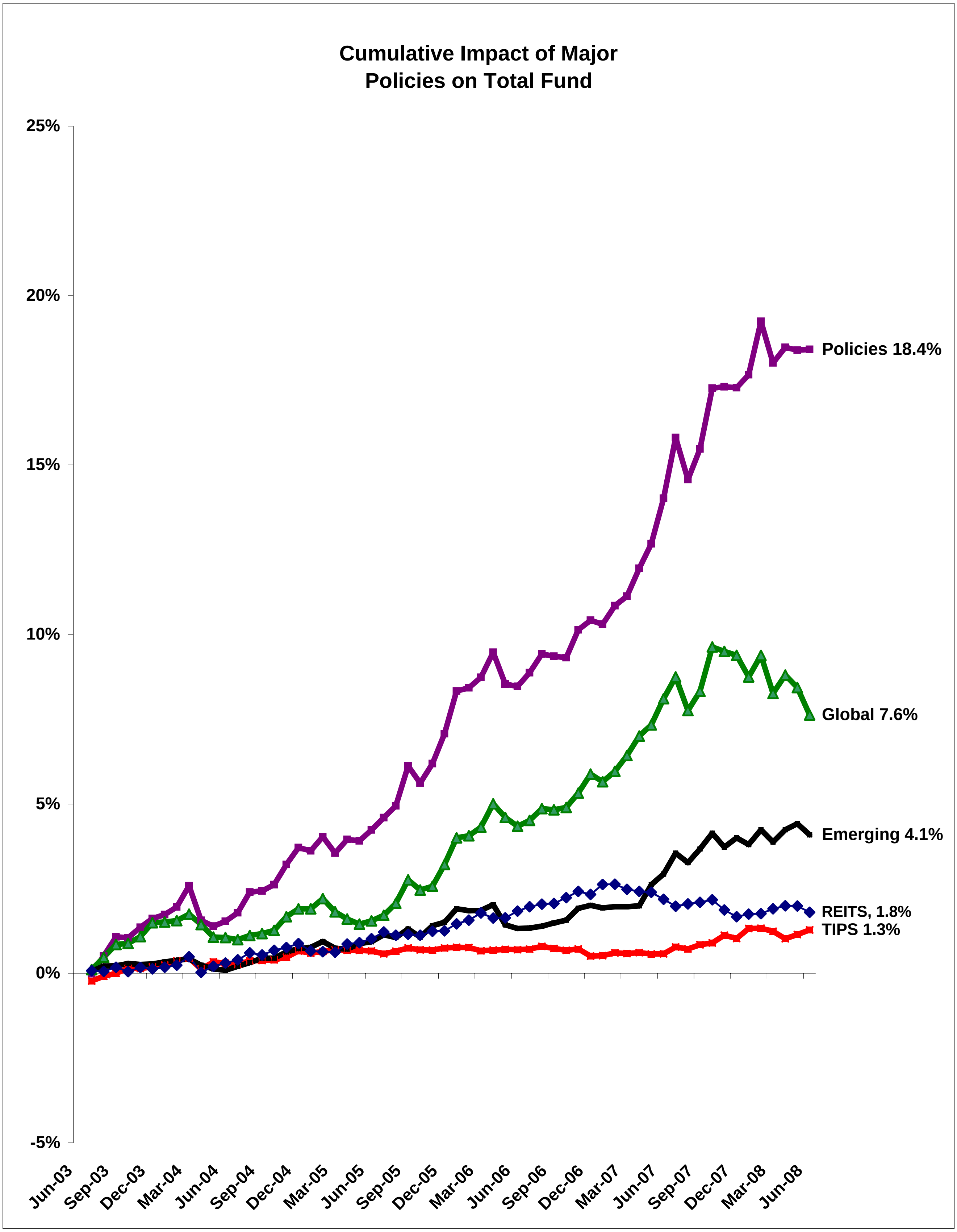

CASH HOLDINGS BY ACTIVE MANAGER ASSET TYPE
% OF ACCOUNT IN CASH
12%
10%
8%
6%
4%
2%
0%
10.6%
3.5%
2.3%
8.8%
US Equity
Global Equity
International Equity
Fixed Income


CASH HOLDINGS BY ASSET TYPE
% OF TOTAL CASH
25%
20%
15%
10%
5%
0%
15.2%
9.6%
5.7%
22.5%
1.4%
US Equity
Global Equity
International Equity
Fixed Income
Cash

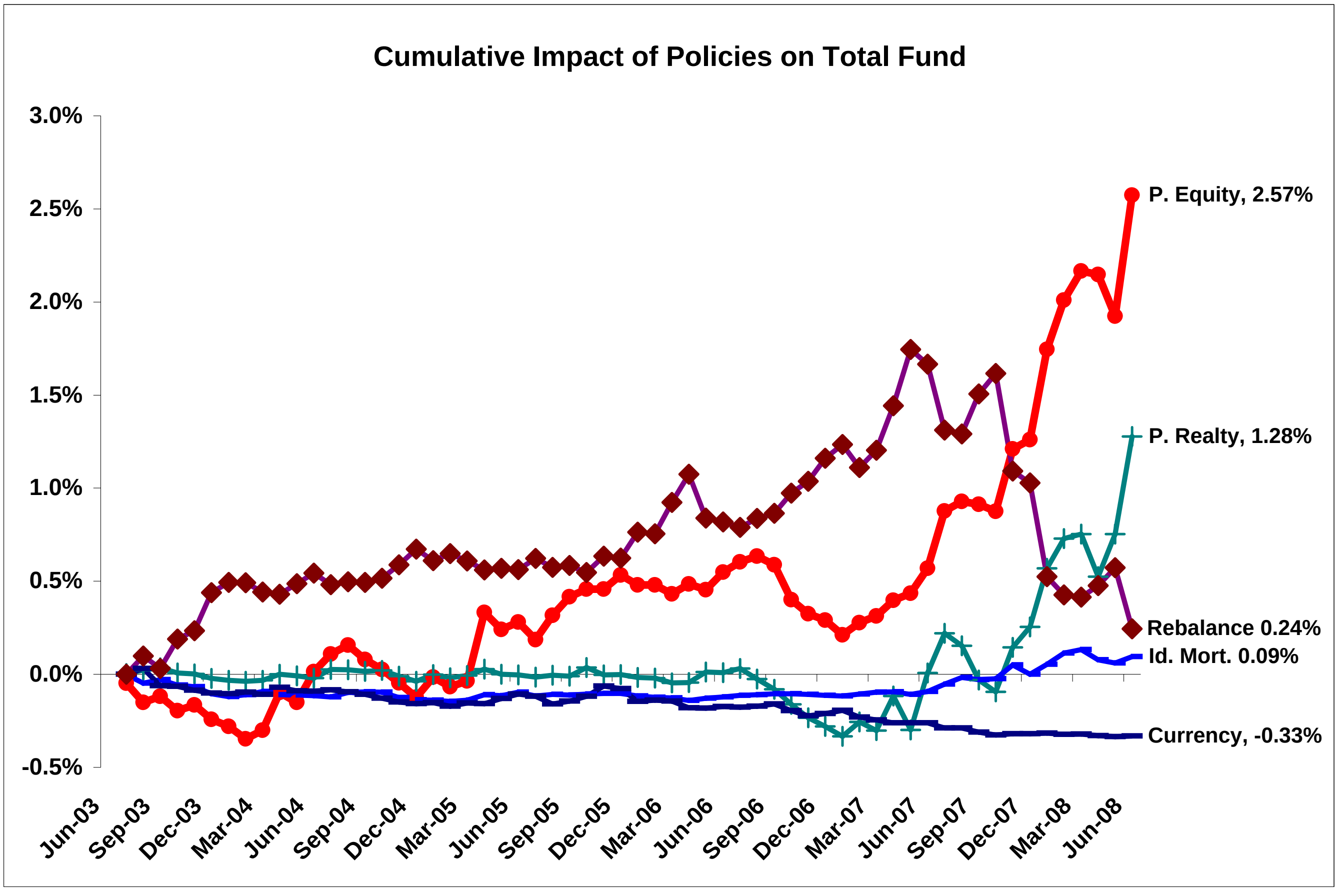

CASH HOLDINGS BY MANAGER
% OF TOTAL IN CASH
40%
35%
30%
25%
20%
15%
10%
5%
0%
2.8%
2.4%
1.5%
31.1%
5.5%
5.1%
7.2%
0.9%
1.8%
2.0%
1.8%
4.2%
0.9%
33.8%
0.0%
2.0%
5.4%
4.9%
TCW Dom.
Mtn Pac.
Tukman
Zesiger
Bernstein Glbl
Mondrian
Bernstein Emg.
DBF
Lend Lease

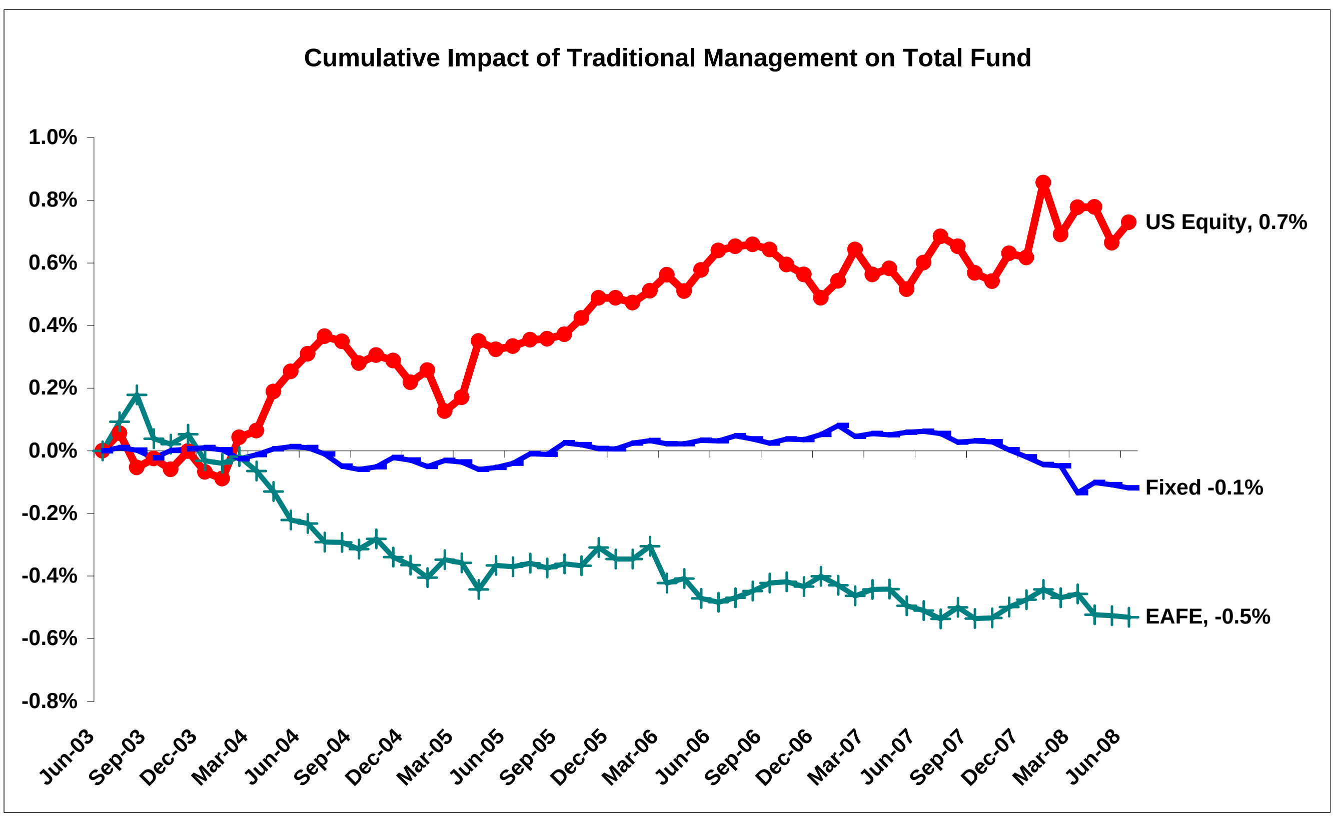

Total Fund vs 55-15-30
100%
90%
80%
70%
60%
50%
40%
30%
20%
10%
0%
68.9%
49.4%
19.5%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08
Total Fund
Additional Return
55-15-30


Direct Excess Return
(Interactive Allocated)
25%
20%
15%
10%
5%
0%
-5%
19.5%
18.4%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08
Additional Return
Policies
Traditional Management
Rebalance

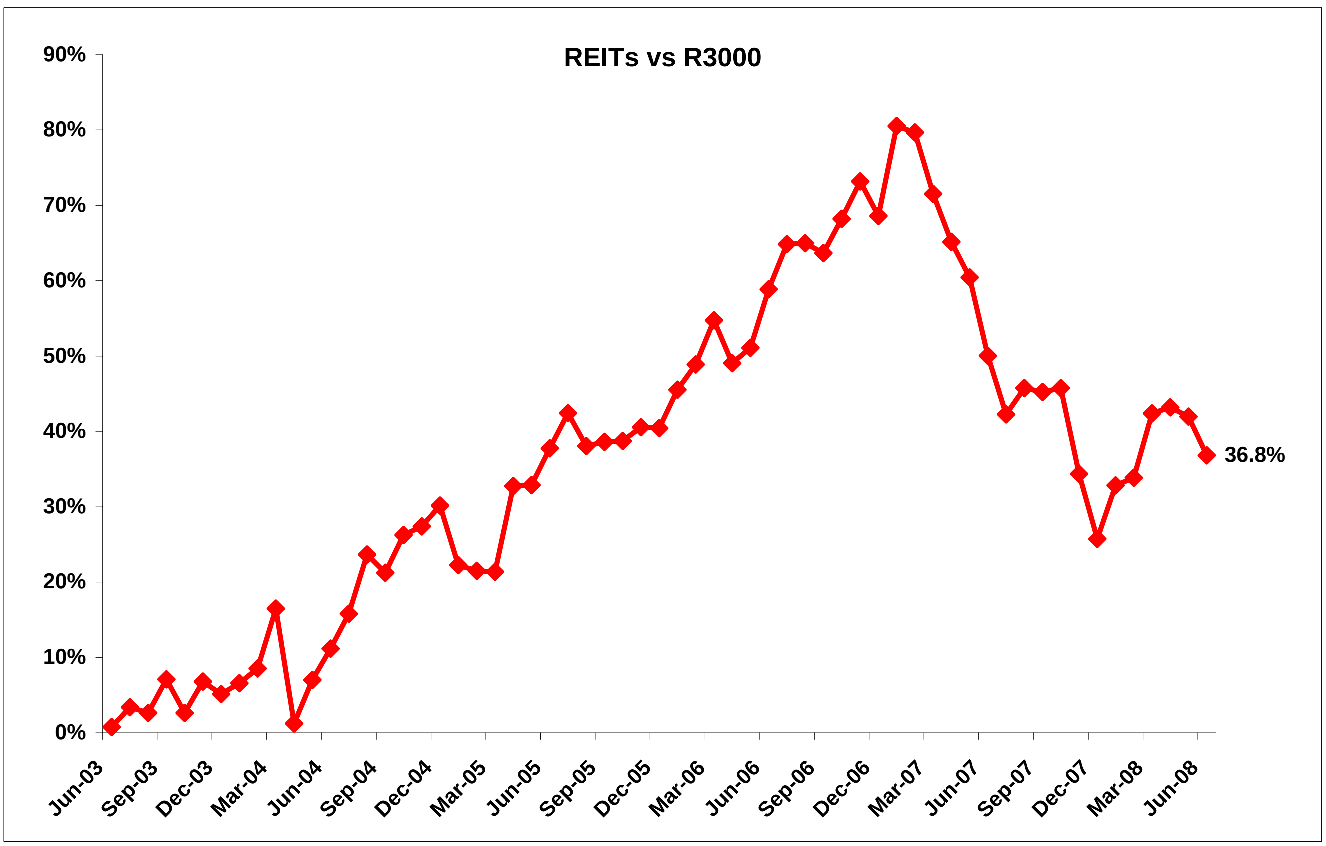


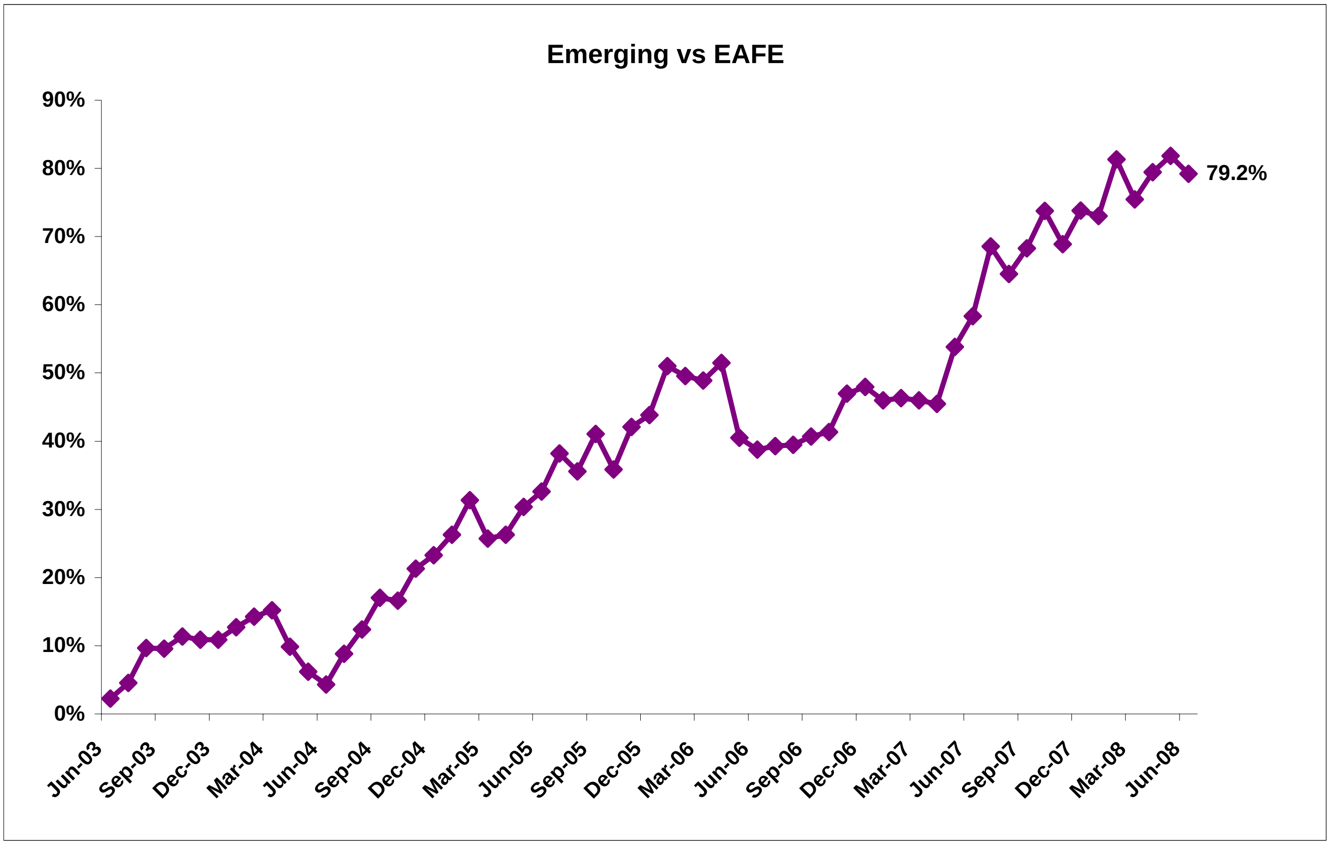
Cumulative Impact of Major
Policies on Total Fund
25%
20%
15%
10%
5%
0%
-5%
Policies 18.4%
Global 7.6%
Emerging 4.1%
REITS, 1.8%
TIPS 1.3%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08

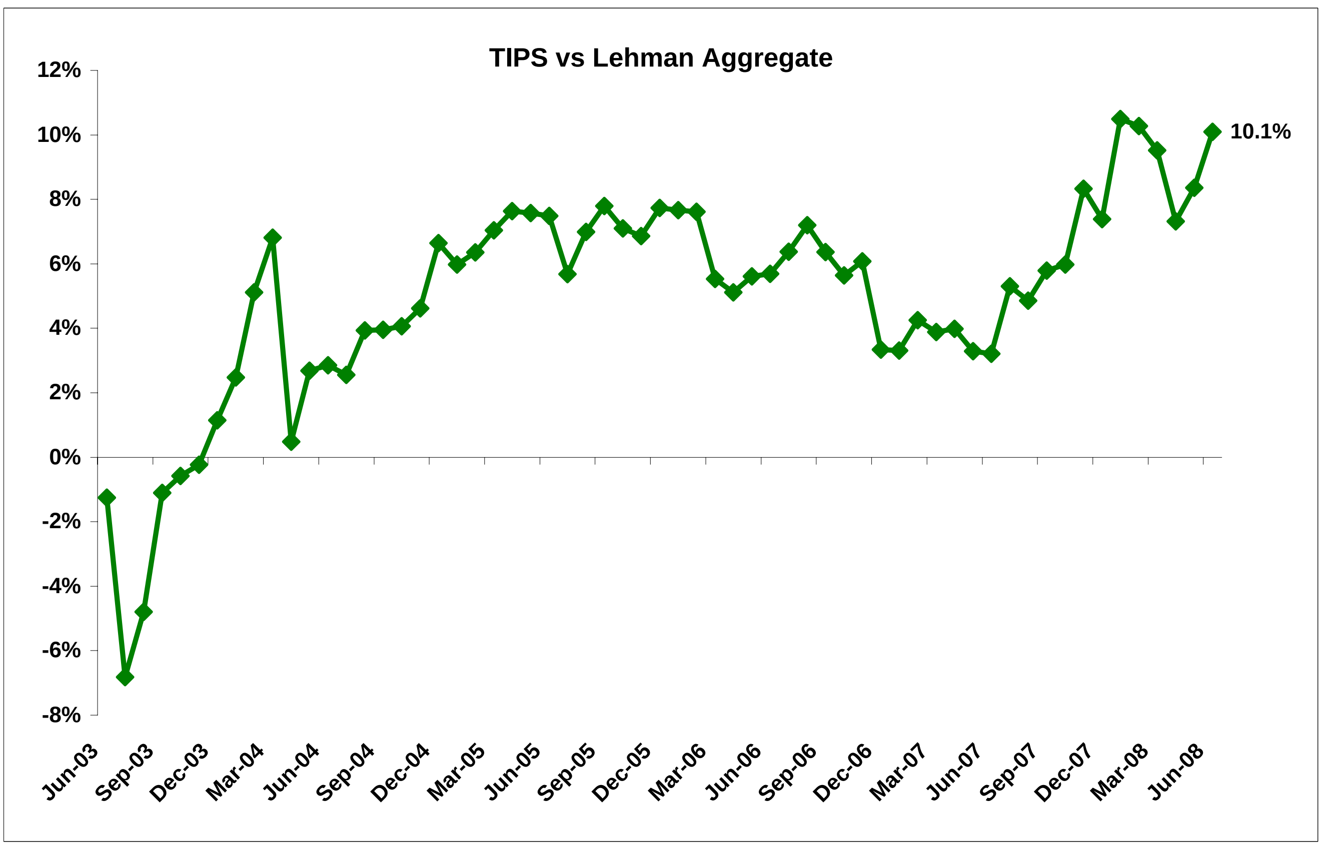

Cumulative Impact of Policies on Total Fund
3.0%
2.5%
2.0%
1.5%
1.0%
0.5%
0.0%
-0.5%
P. Equity, 2.57%
P. Realty, 1.28%
Rebalance 0.24%
Id. Mort. 0.09%
Currency, -0.33%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08

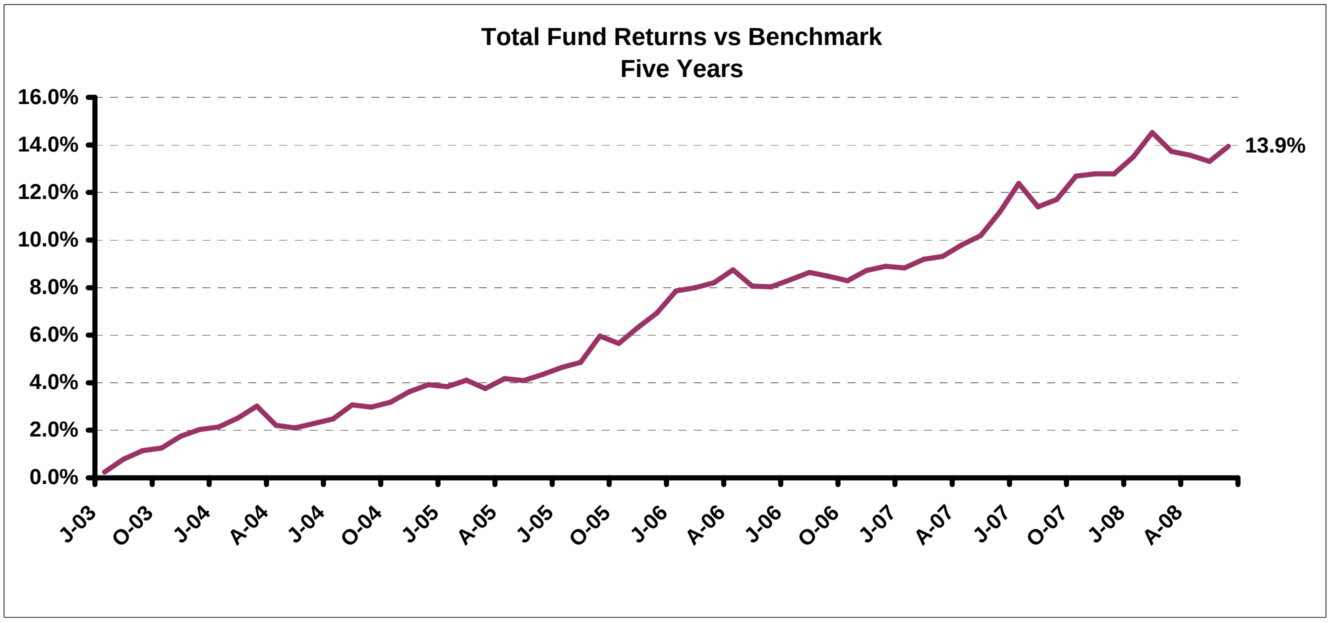

Cumulative Impact of Traditional Management on Total Fund
1.0%
0.8%
0.6%
0.4%
0.2%
0.0%
-0.2%
-0.4%
-0.6%
-0.8%
US Equity, 0.7%
Fixed -0.1%
EAFE, -0.5%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08

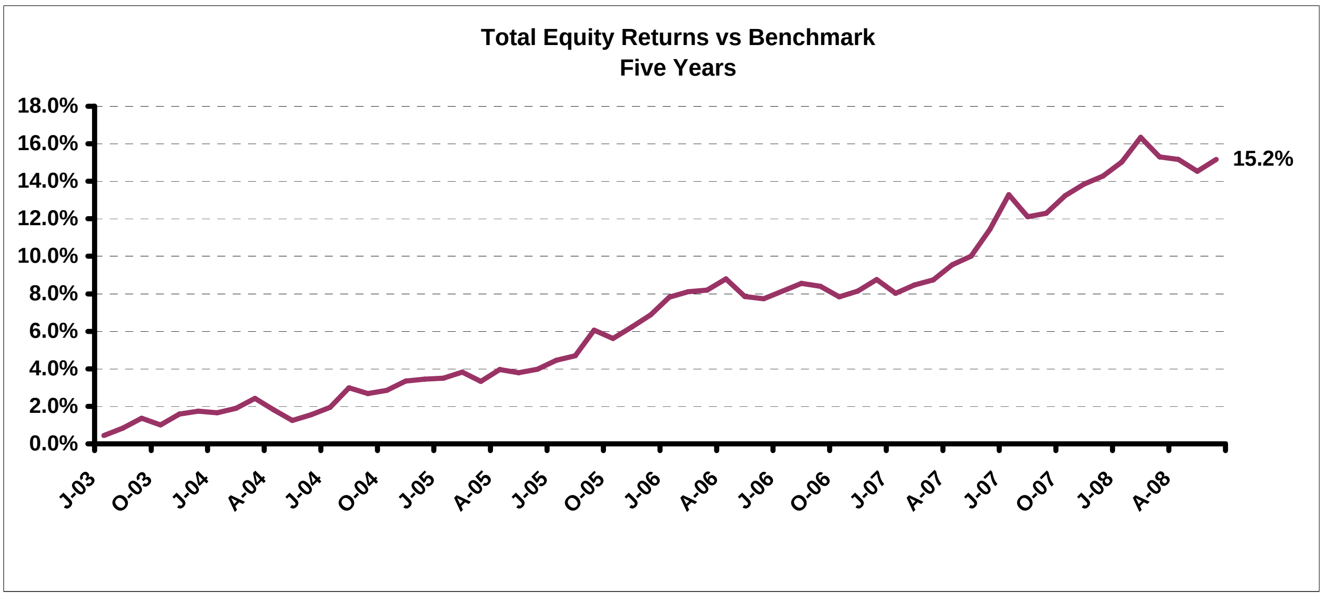

Global Managers vs R3000
45%
40%
35%
30%
25%
20%
15%
10%
5%
0%
31.7%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08

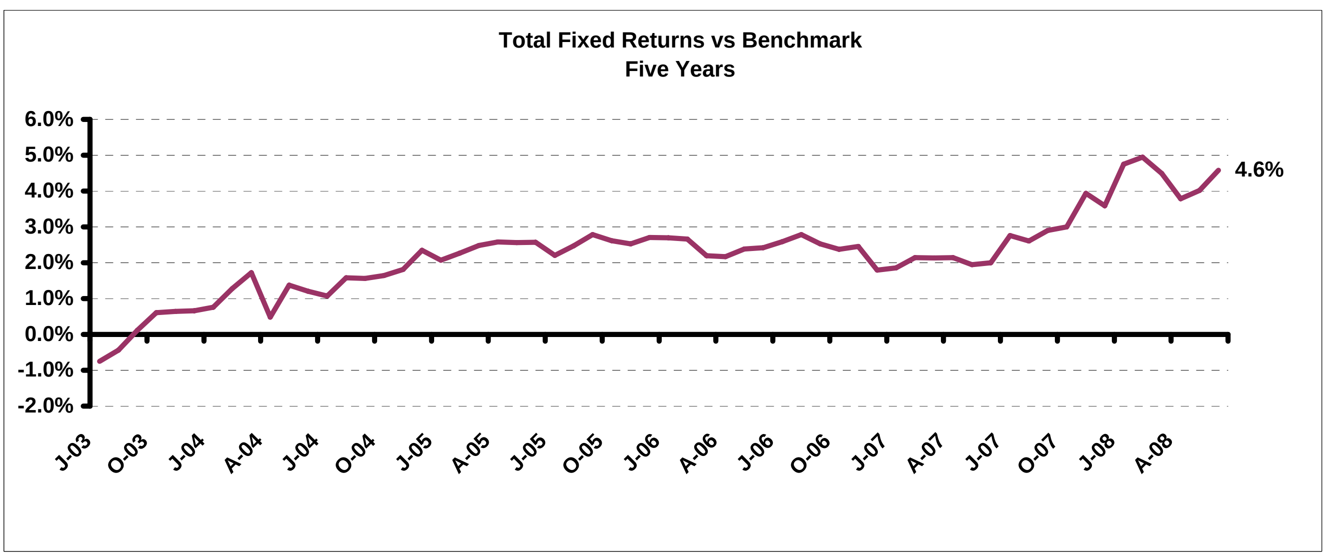

REITs vs R3000
90%
80%
70%
60%
50%
40%
30%
20%
10%
0%
36.8%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08

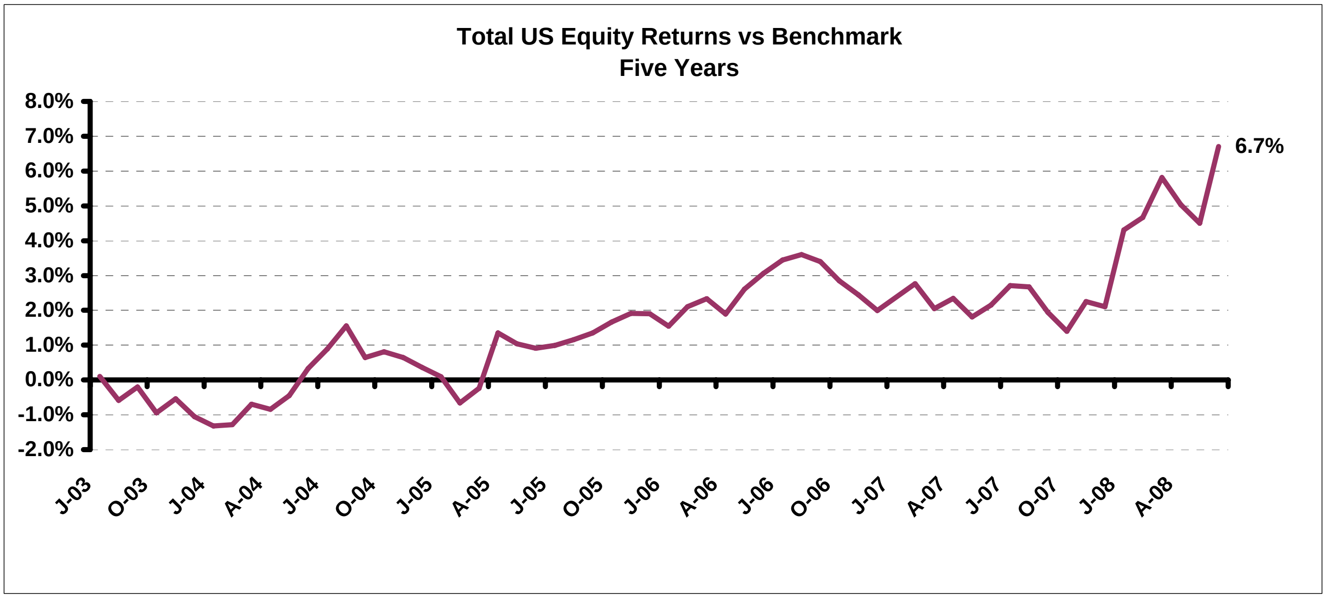

Emerging vs EAFE
90%
80%
70%
60%
50%
40%
30%
20%
10%
0%
79.2%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08

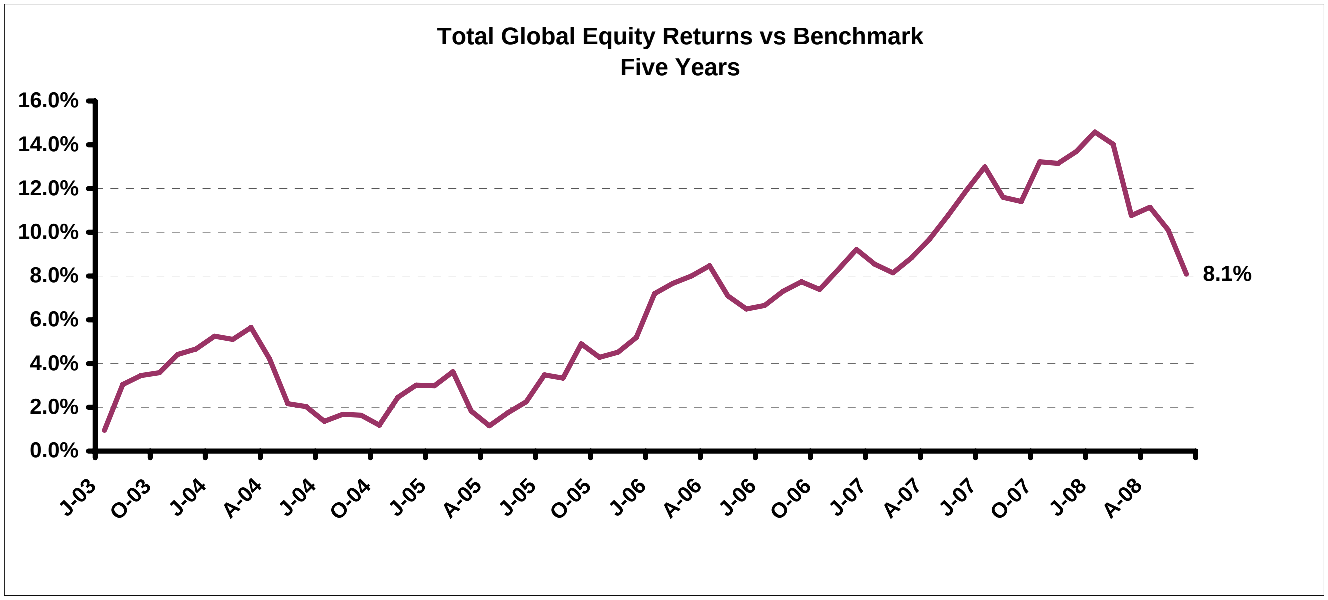

TIPS vs Lehman Aggregate
12%
10%
8%
6%
4%
2%
0%
-2%
-4%
-6%
-8%
10.1%
Jun-03
Sep-03
Dec-03
Mar-04
Jun-04
Sep-04
Dec-04
Mar-05
Jun-05
Sep-05
Dec-05
Mar-06
Jun-06
Sep-06
Dec-06
Mar-07
Jun-07
Sep-07
Dec-07
Mar-08
Jun-08

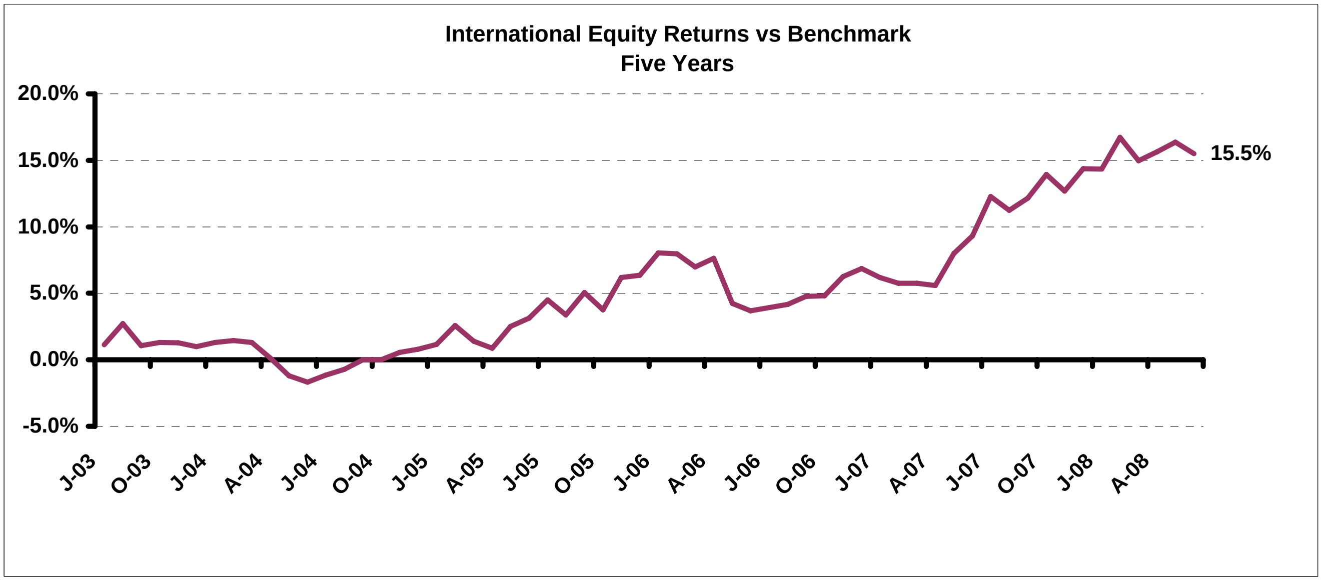

Total Fund Returns vs Benchmark
Five Years
16.0%
14.0%
12.0%
10.0%
8.0%
6.0%
4.0%
2.0%
0.0%
13.9%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

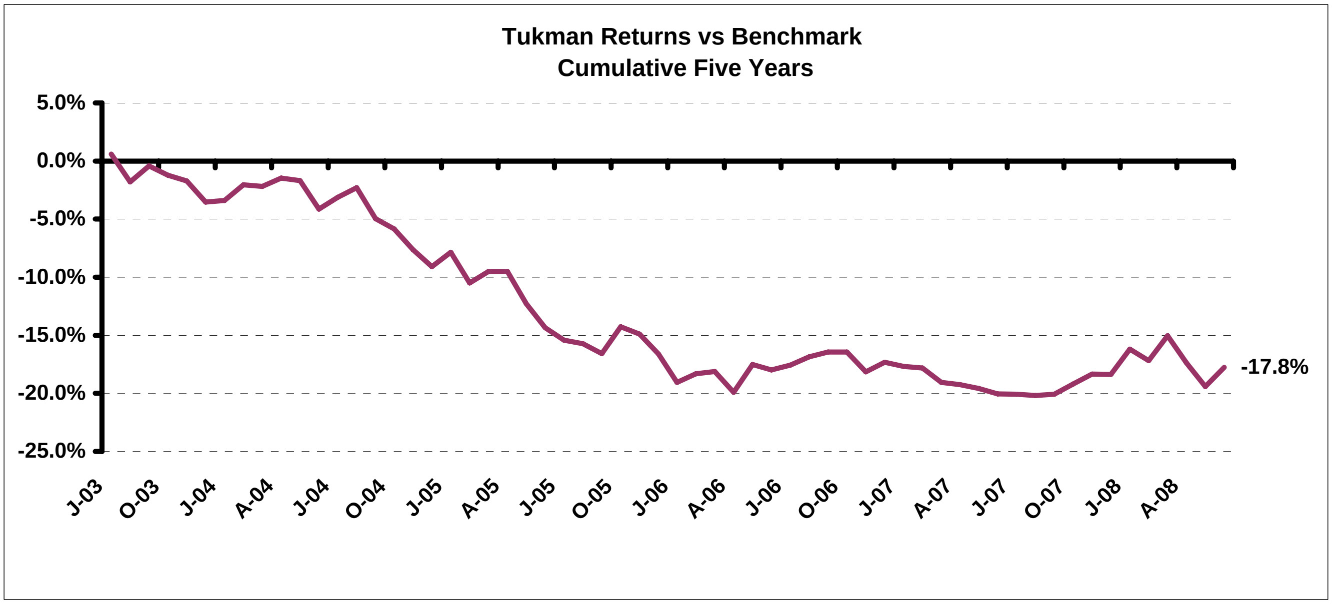

Total Equity Returns vs Benchmark
Five Years
18.0%
16.0%
14.0%
12.0%
10.0%
8.0%
6.0%
4.0%
2.0%
0.0%
15.2%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

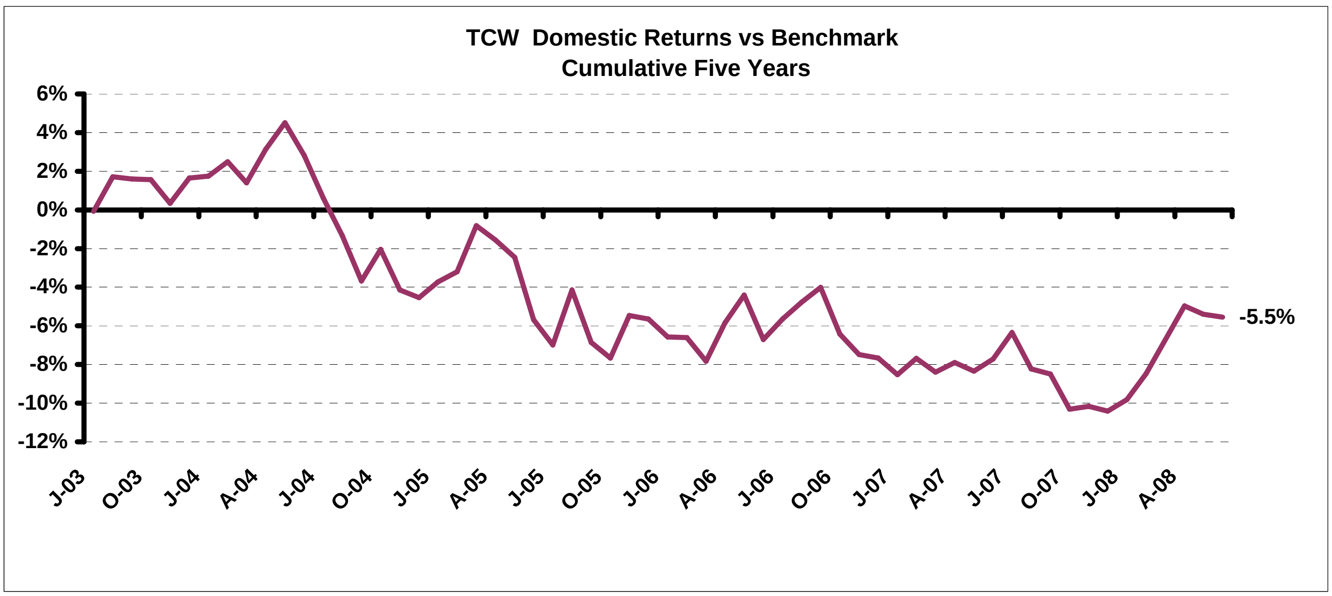

Total Fixed Returns vs Benchmark
Five Years
6.0%
5.0%
4.0%
3.0%
2.0%
1.0%
0.0%
-1.0%
-2.0%
4.6%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

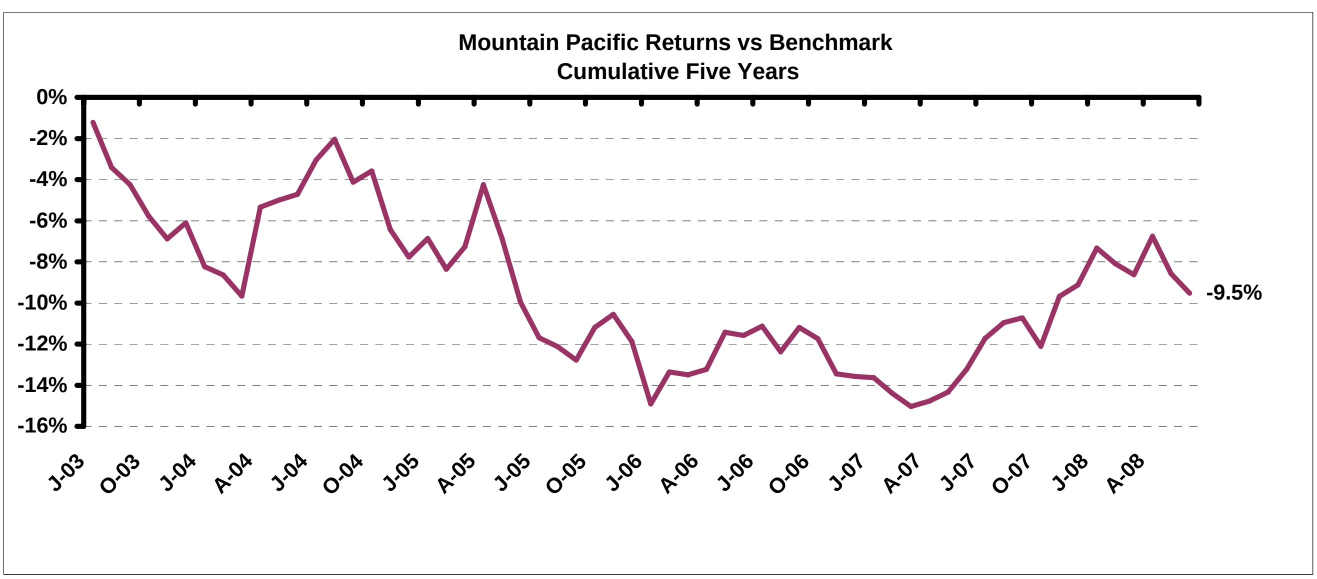

Total US Equity Returns vs Benchmark
Five Years
8.0%
7.0%
6.0%
5.0%
4.0%
3.0%
2.0%
1.0%
0.0%
-1.0%
-2.0%
6.7%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

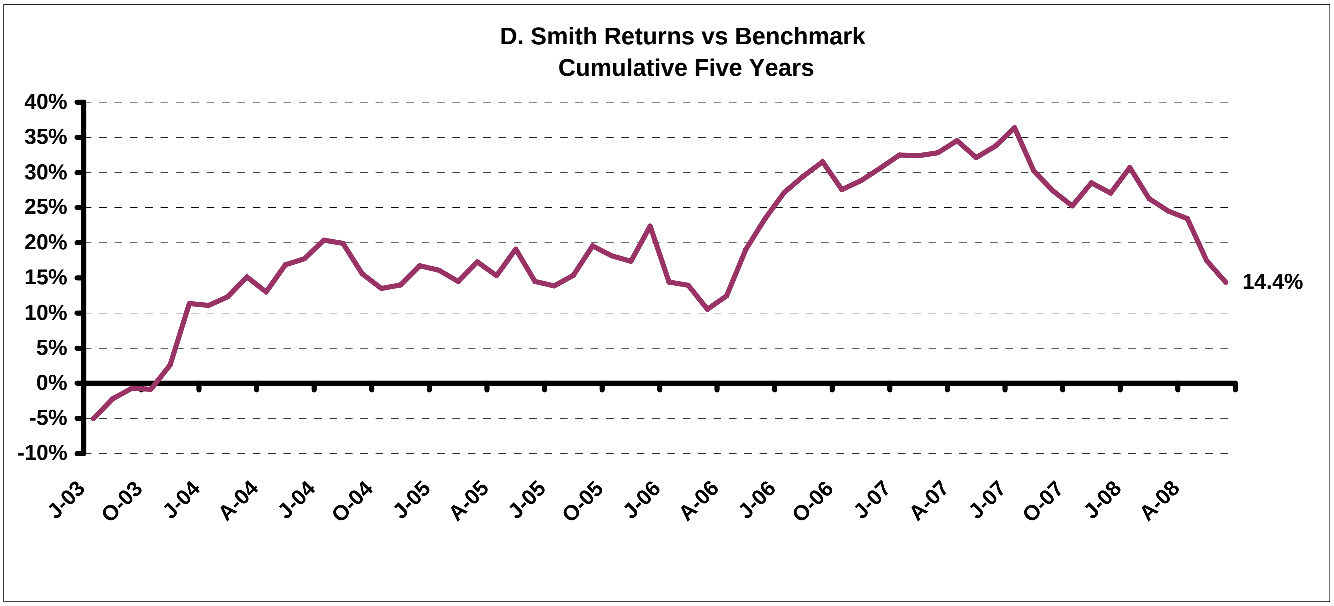

Total Global Equity Returns vs Benchmark
Five Years
16.0%
14.0%
12.0%
10.0%
8.0%
6.0%
4.0%
2.0%
0.0%
8.1%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

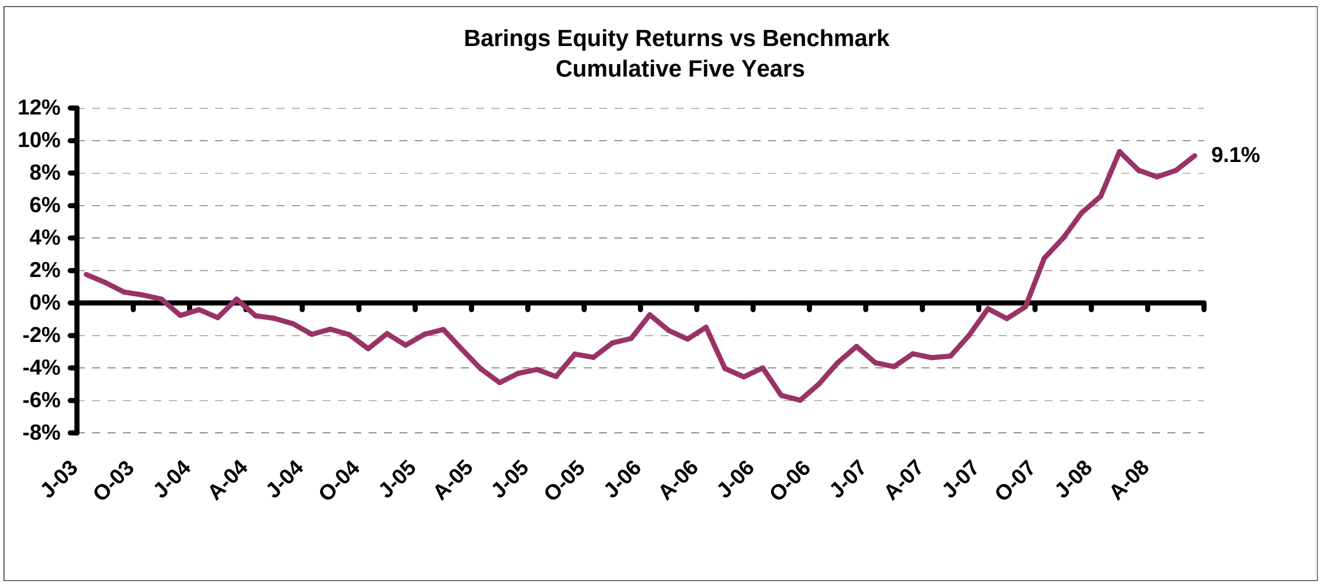

International Equity Returns vs Benchmark
Five Years
20.0%
15.0%
10.0%
5.0%
0.0%
-5.0%
15.5%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

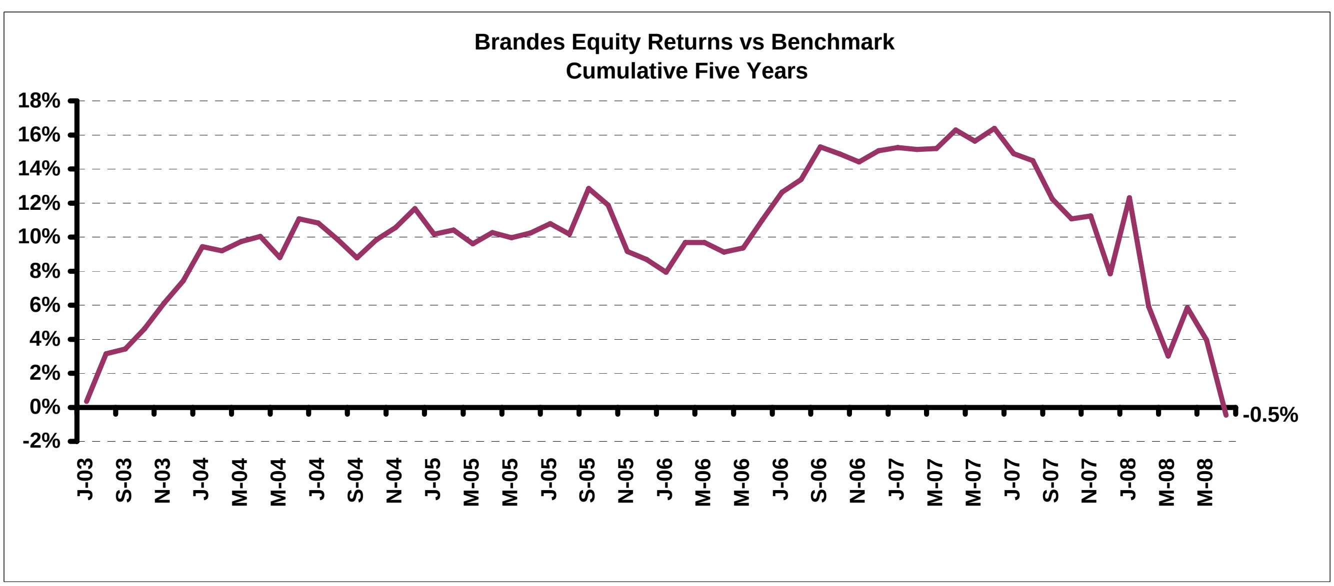

Tukman Returns vs Benchmark
Cumulative Five Years
5.0%
0.0%
-5.0%
-10.0%
-15.0%
-20.0%
-25.0%
-17.8%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

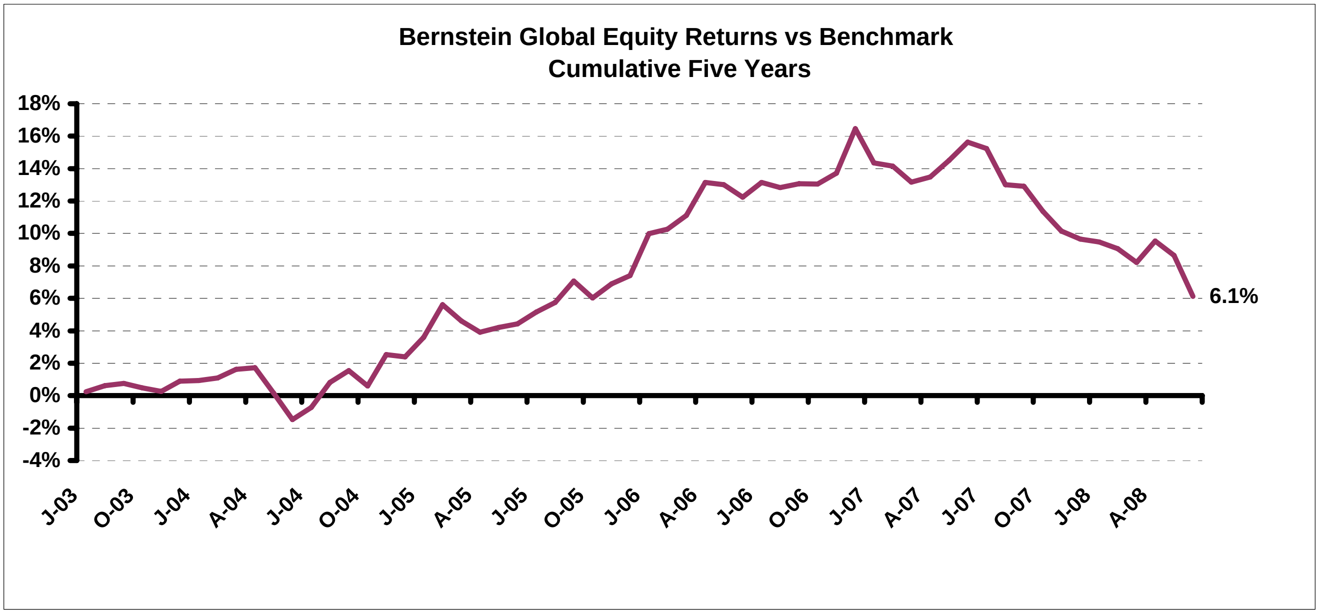

TCW Domestic Returns vs Benchmark
Cumulative Five Years
6%
4%
2%
0%
-2%
-4%
-6%
-8%
-10%
-12%
-5.5%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

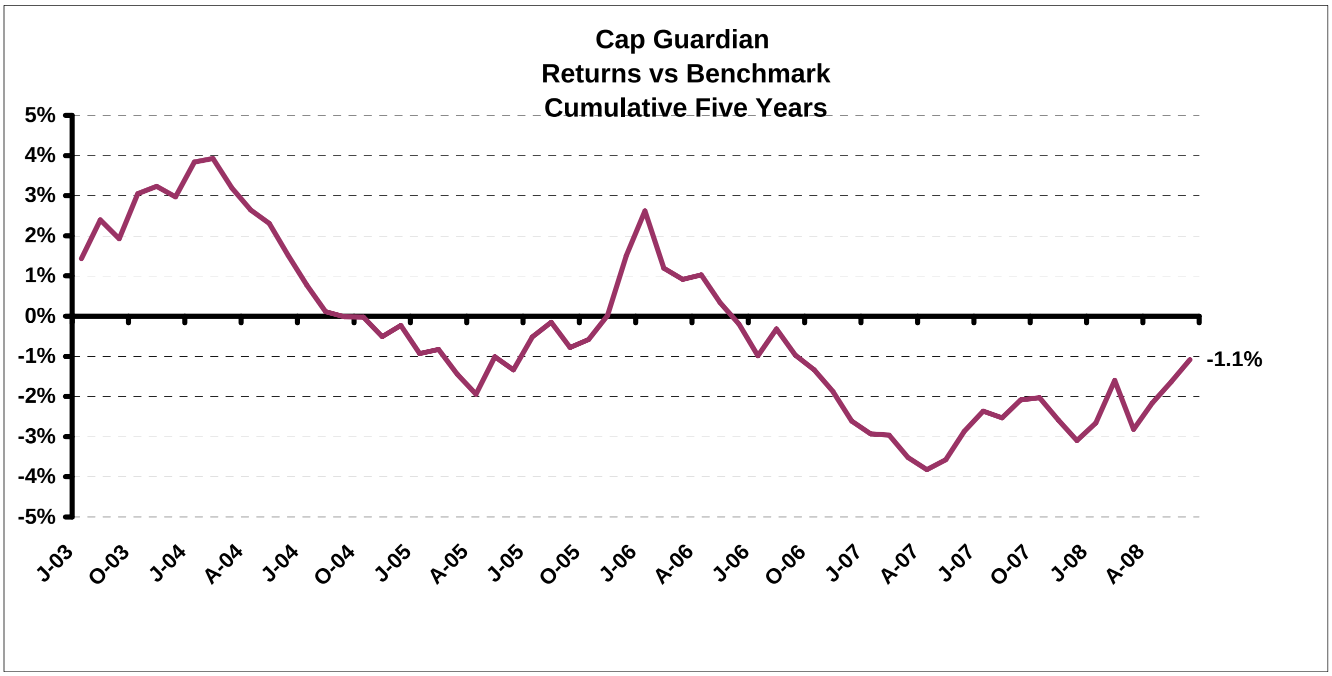

Mountain Pacific Returns vs Benchmark
Cumulative Five Years
0%
-2%
-4%
-6%
-8%
-10%
-12%
-14%
-16%
-9.5%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

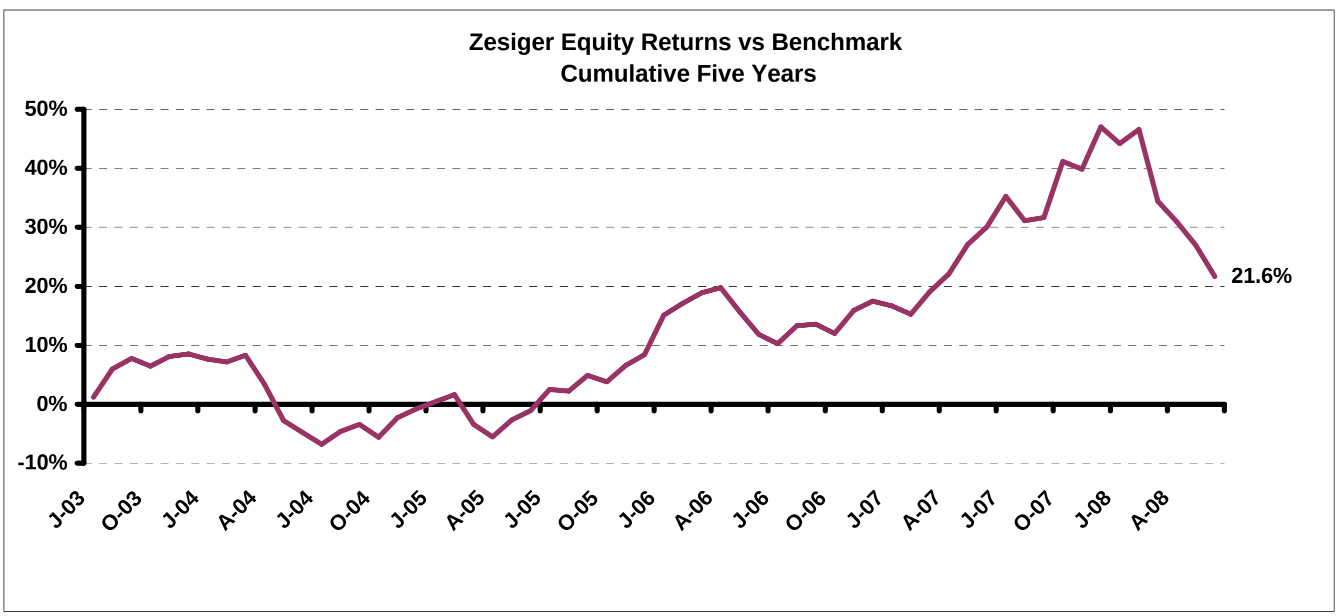

D. Smith Returns vs Benchmark
Cumulative Five Years
40%
35%
30%
25%
20%
15%
10%
5%
0%
-5%
-10%
14.4%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

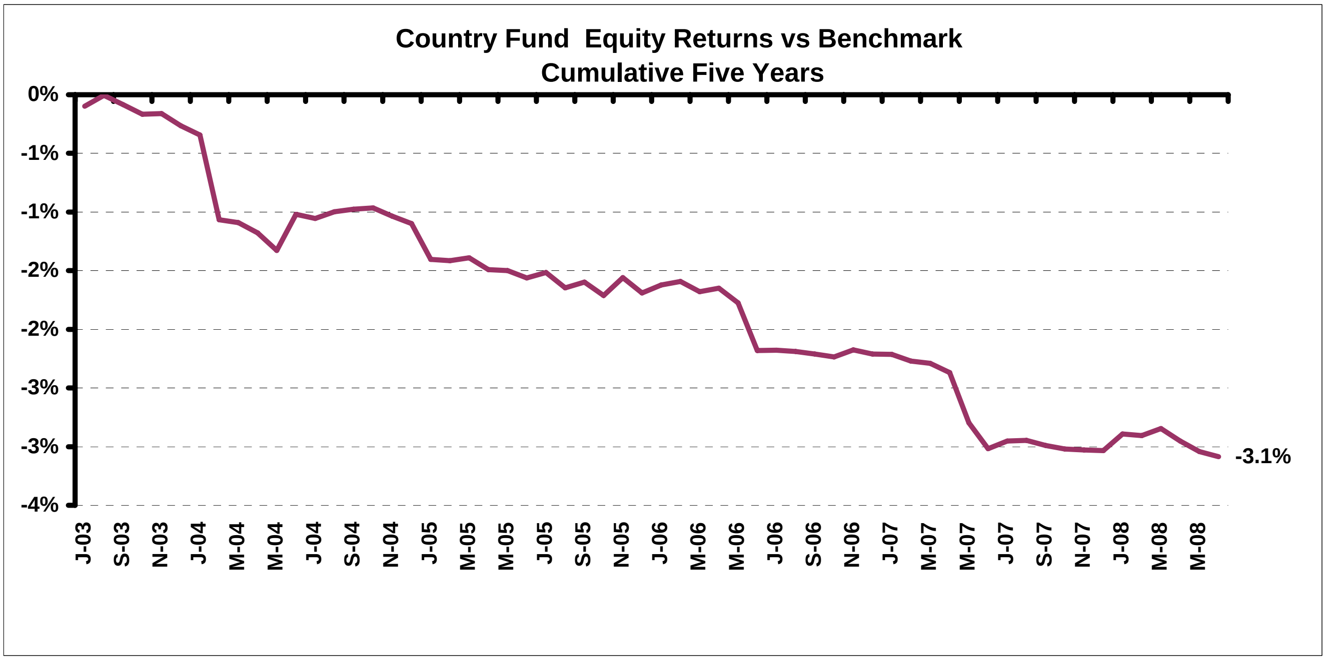

Barings Equity Returns vs Benchmark
Cumulative Five Years
12%
10%
8%
6%
4%
2%
0%
-2%
-4%
-6%
-8%
9.1%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

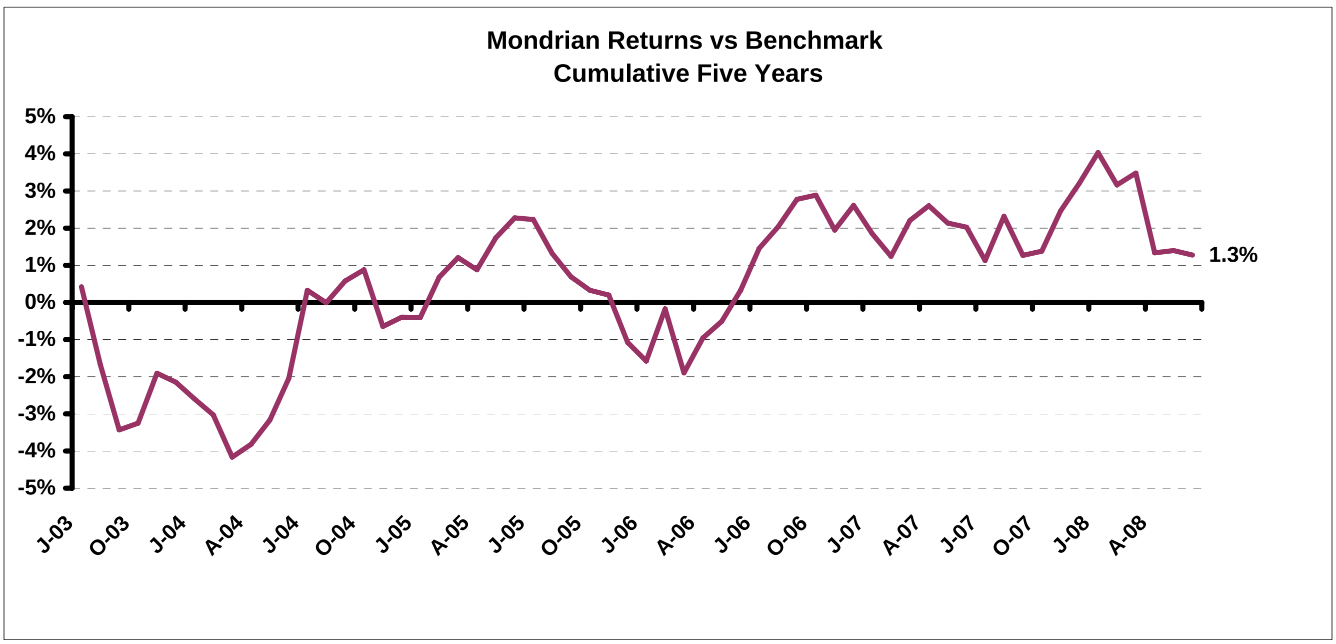

Brandes Equity Returns vs Benchmark
Cumulative Five Years
18%
16%
14%
12%
10%
8%
6%
4%
2%
0%
-2%
-0.5%
J-03
S-03
N-03
J-04
M-04
M-04
J-04
S-04
N-04
J-05
M-05
M-05
J-05
S-05
N-05
J-06
M-06
M-06
J-06
S-06
N-06
J-07
M-07
M-07
J-07
S-07
N-07
J-08
M-08
M-08

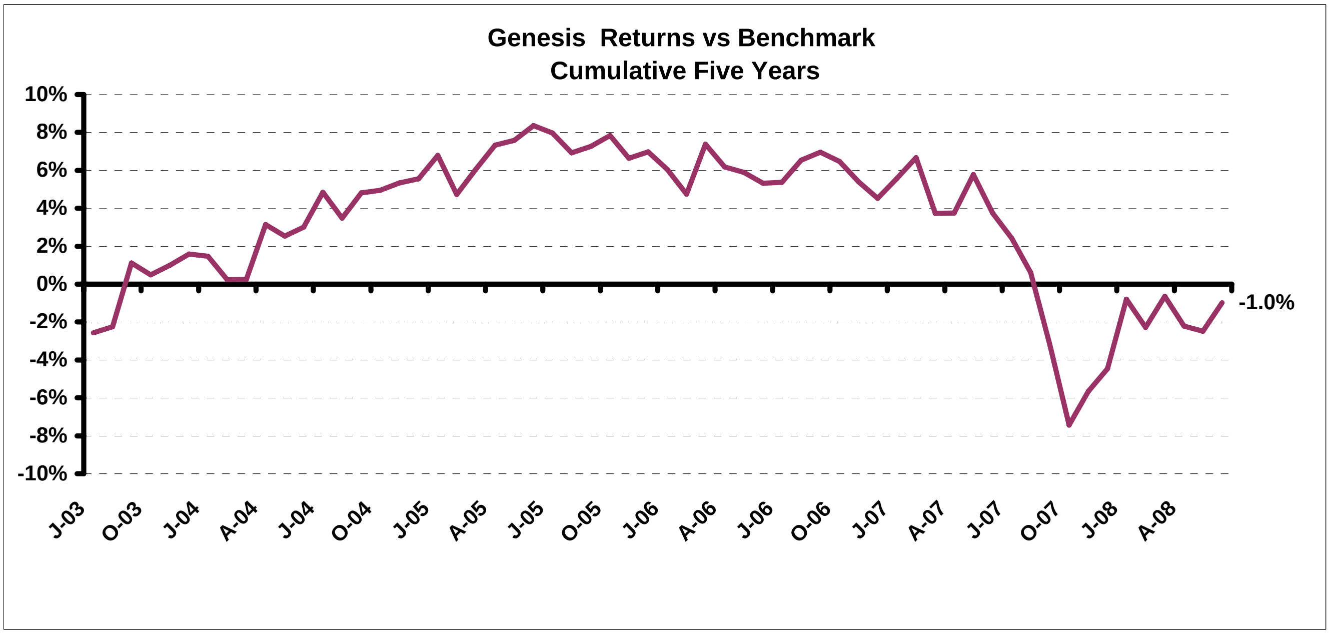

Bernstein Global Equity Returns vs Benchmark
Cumulative Five Years
18%
16%
14%
12%
10%
8%
6%
4%
2%
0%
-2%
-4%
6.1%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

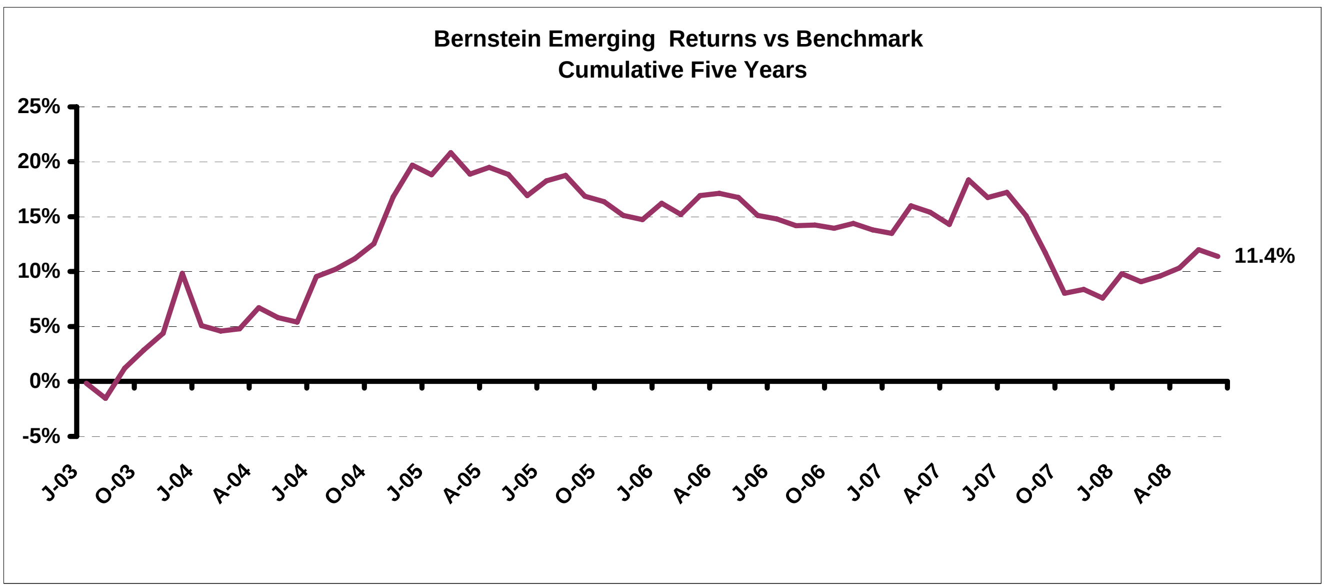

Cap Guardian
Returns vs Benchmark
Cumulative Five Years
5%
4%
3%
2%
1%
0%
-1%
-2%
-3%
-4%
-5%
-1.1%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

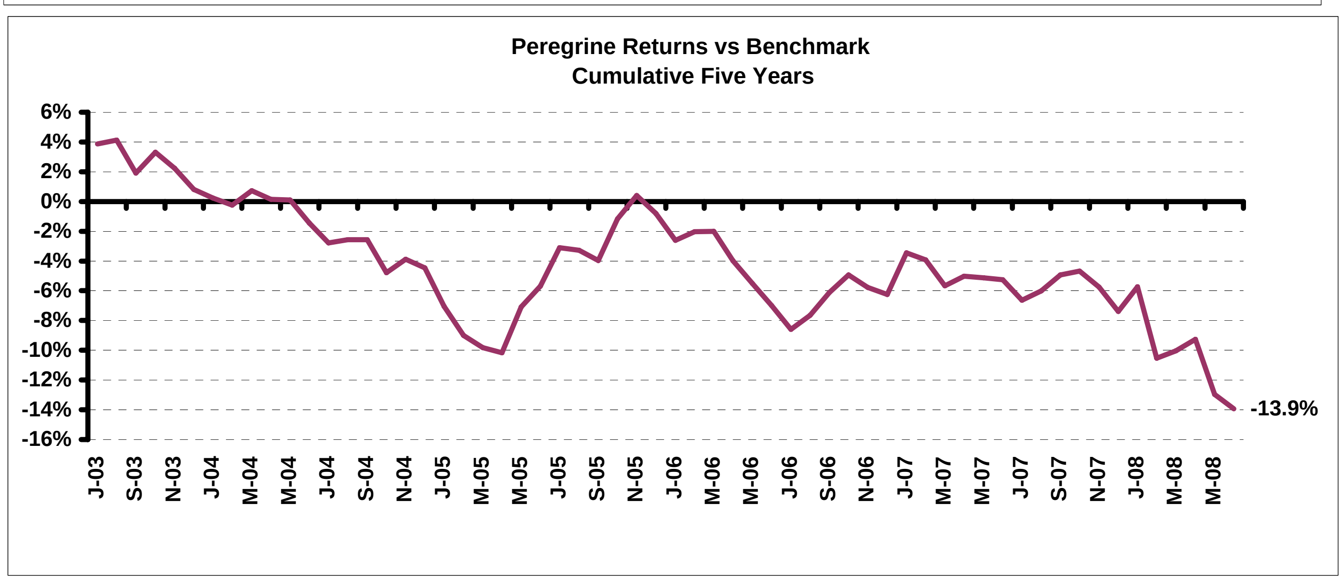

Zesiger Equity Returns vs Benchmark
Cumulative Five Years
50%
40%
30%
20%
10%
0%
-10%
21.6%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08

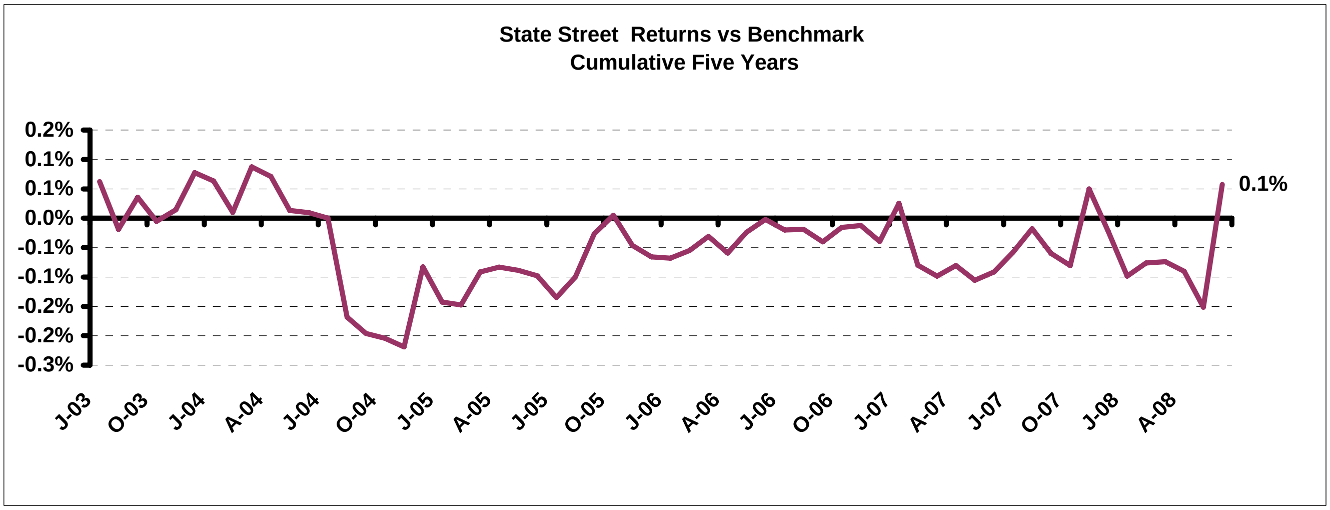

Country Fund Equity Returns vs Benchmark
Cumulative Five Years
0%
-1%
-1%
-2%
-2%
-3%
-3%
-4%
-3.1%
J-03
S-03
N-03
J-04
M-04
M-04
J-04
S-04
N-04
J-05
M-05
M-05
J-05
S-05
N-05
J-06
M-06
M-06
J-06
S-06
N-06
J-07
M-07
M-07
J-07
S-07
N-07
J-08
M-08
M-08

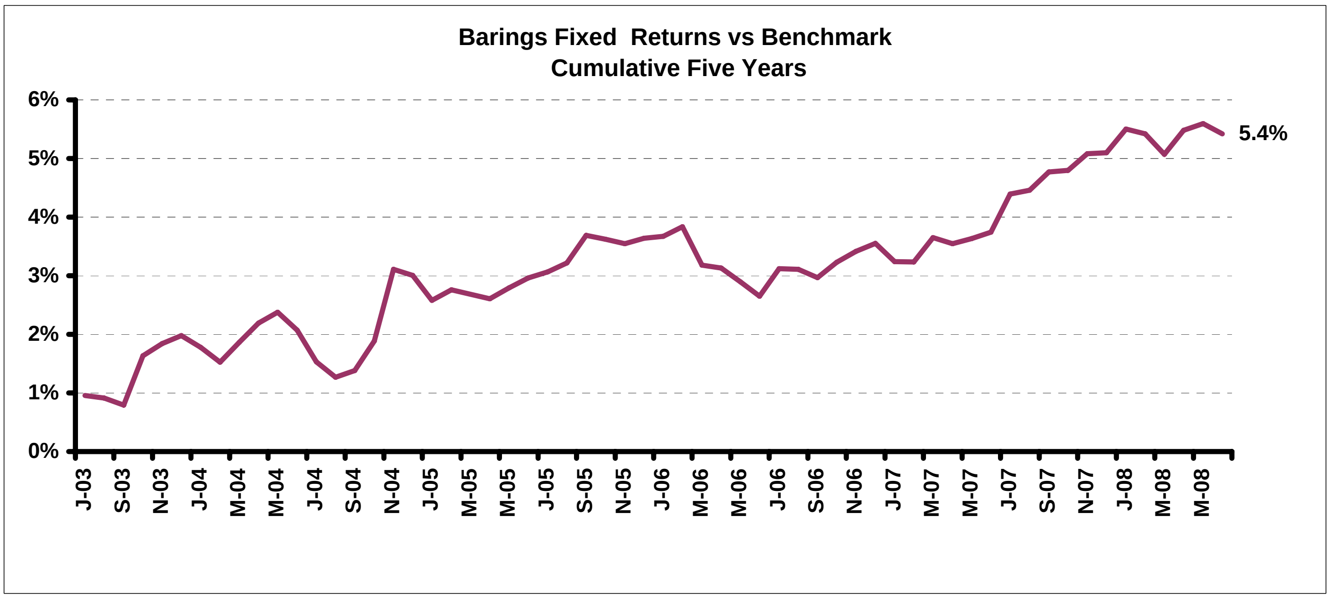

Mondrian Returns vs Benchmark
Cumulative Five Years
5%
4%
3%
2%
1%
0%
-1%
-2%
-3%
-4%
-5%
1.3%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08


Genesis Returns vs Benchmark
Cumulative Five Years
10%
8%
6%
4%
2%
0%
-2%
-4%
-6%
-8%
-10%
-1.0%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08


Bernstein Emerging Returns vs Benchmark
Cumulative Five Years
25%
20%
15%
10%
5%
0%
-5%
11.4%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08


Peregrine Returns vs Benchmark
Cumulative Five Years
6%
4%
2%
0%
-2%
-4%
-6%
-8%
-10%
-12%
-14%
-16%
-13.9%
J-03
S-03
N-03
J-04
M-04
M-04
J-04
S-04
N-04
J-05
M-05
M-05
J-05
S-05
N-05
J-06
M-06
M-06
J-06
S-06
N-06
J-07
M-07
M-07
J-07
S-07
N-07
J-08
M-08
M-08


State Street Returns vs Benchmark
Cumulative Five Years
0.2%
0.1%
0.1%
0.0%
-0.1%
-0.1%
-0.2%
-0.2%
-0.3%
0.1%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08


Barings Fixed Returns vs Benchmark
Cumulative Five Years
6%
5%
4%
3%
2%
1%
0%
5.4%
J-03
S-03
N-03
J-04
M-04
M-04
J-04
S-04
N-04
J-05
M-05
M-05
J-05
S-05
N-05
J-06
M-06
M-06
J-06
S-06
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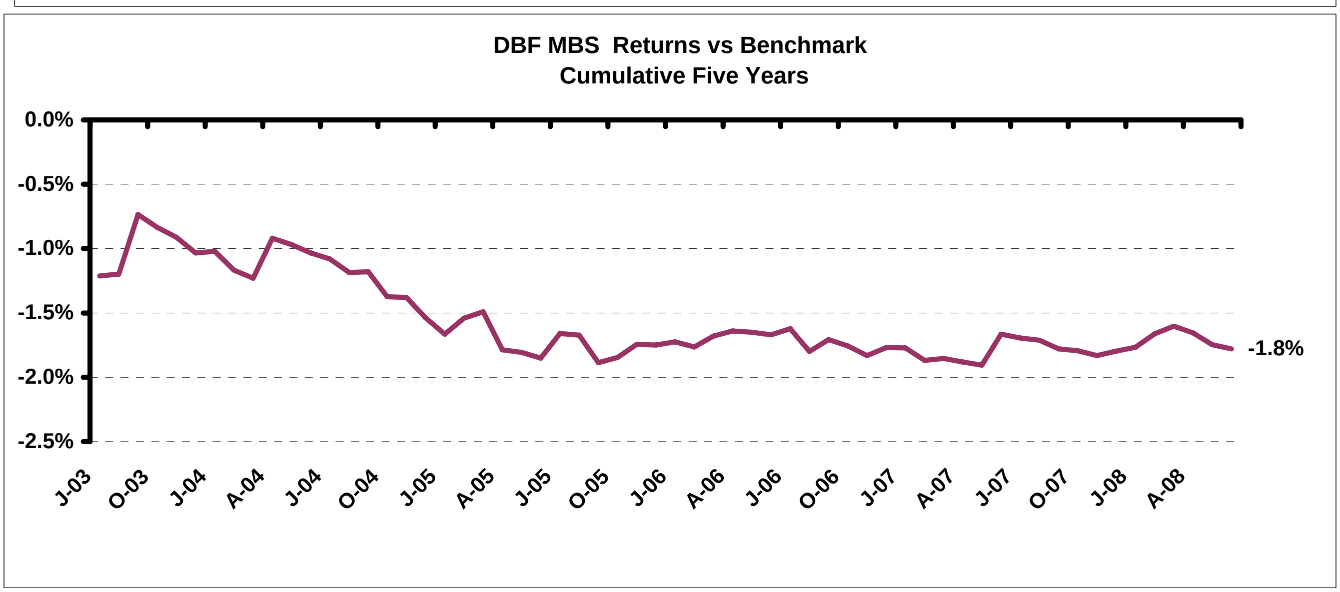
J-07
M-07
M-07
J-07
S-07
N-07
J-08
M-08
M-08


DBF MBS Returns vs Benchmark
Cumulative Five Years
0.0%
-0.5%
-1.0%
-1.5%
-2.0%
-2.5%
-1.8%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
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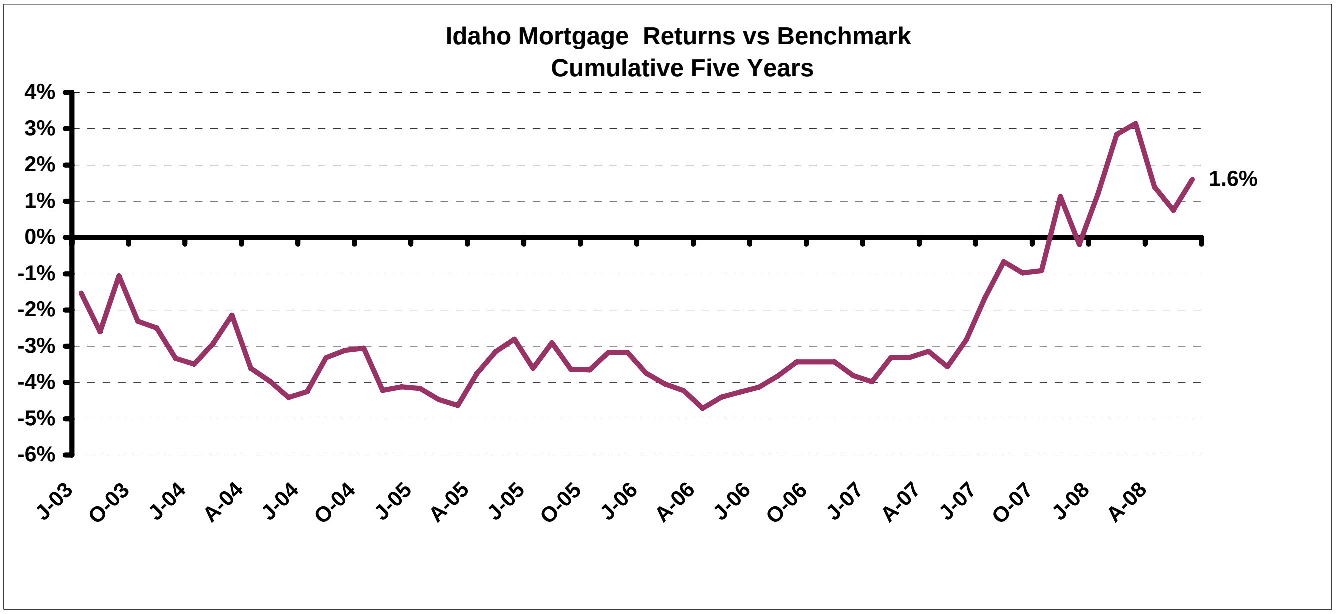
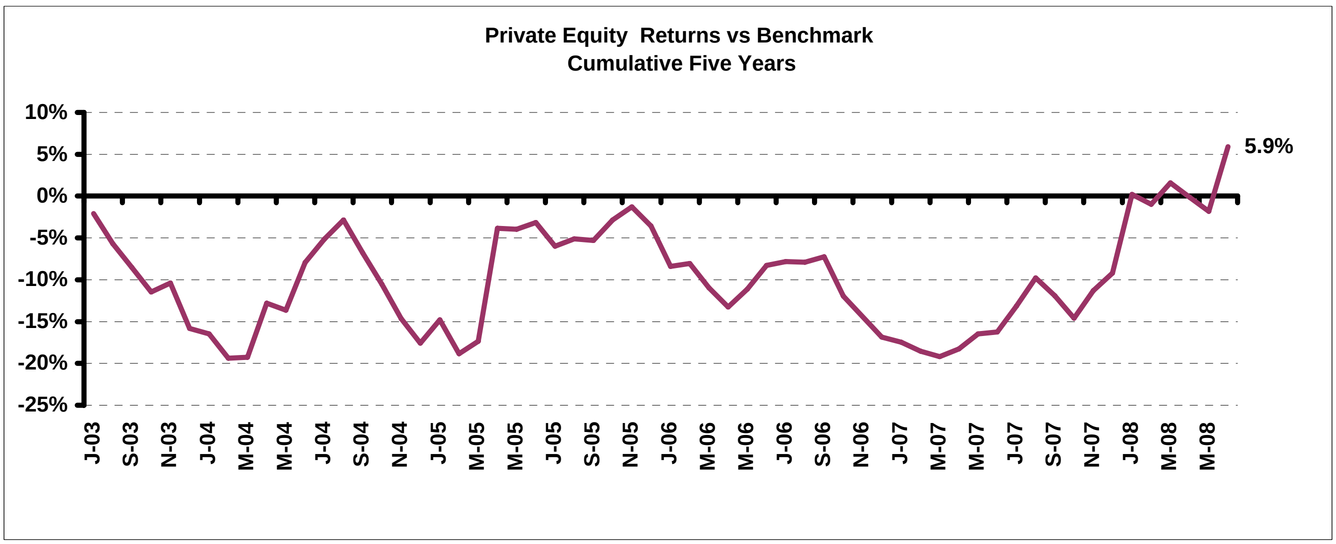
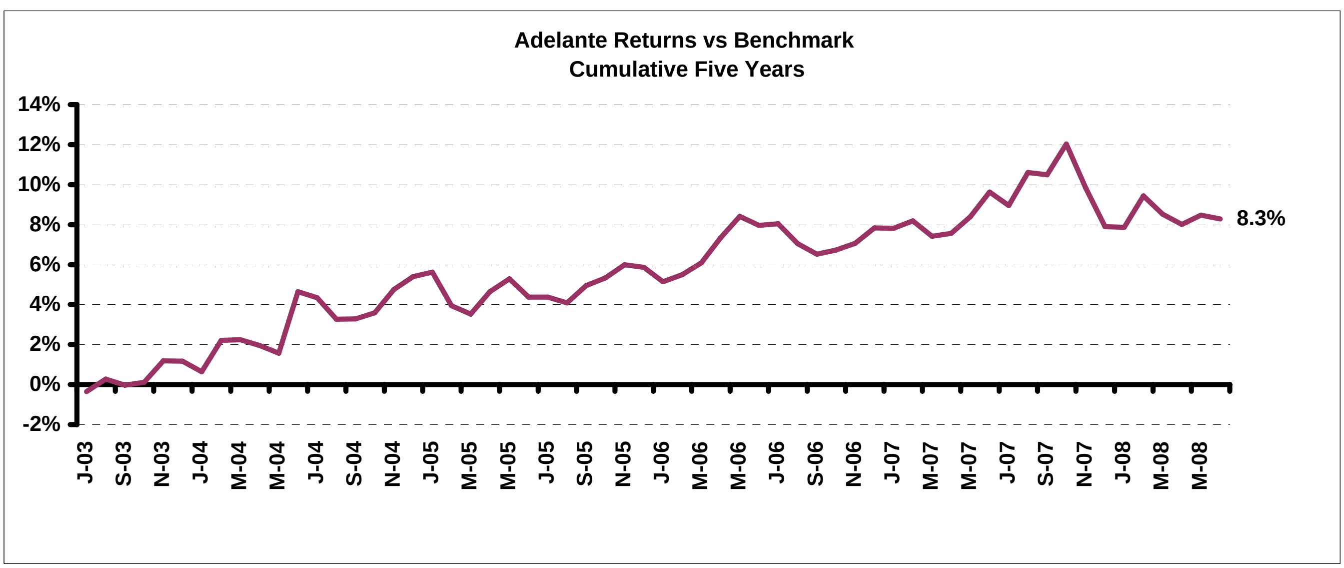
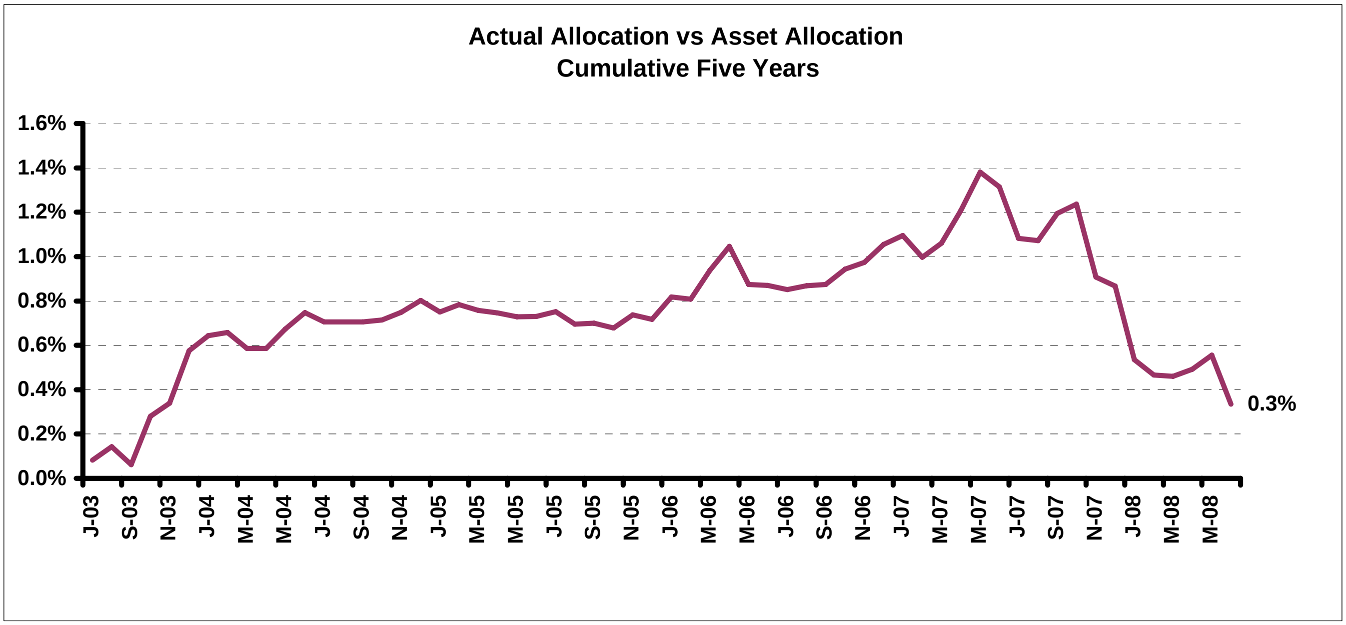
O-07
J-08
A-08


Idaho Mortgage Returns vs Benchmark
Cumulative Five Years
4%
3%
2%
1%
0%
-1%
-2%
-3%
-4%
-5%
-6%
1.6%
J-03
O-03
J-04
A-04
J-04
O-04
J-05
A-05
J-05
O-05
J-06
A-06
J-06
O-06
J-07
A-07
J-07
O-07
J-08
A-08


Private Equity Returns vs Benchmark
Cumulative Five Years
10%
5%
0%
-5%
-10%
-15%
-20%
-25%
5.9%
J-03
S-03
N-03
J-04
M-04
M-04
J-04
S-04
N-04
J-05
M-05
M-05
J-05
S-05
N-05
J-06
M-06
M-06
J-06
S-06
N-06
J-07
M-07
M-07
J-07
S-07
N-07
J-08
M-08
M-08


Adelante Returns vs Benchmark
Cumulative Five Years
14%
12%
10%
8%
6%
4%
2%
0%
-2%
8.3%
J-03
S-03
N-03
J-04
M-04
M-04
J-04
S-04
N-04
J-05
M-05
M-05
J-05
S-05
N-05
J-06
M-06
M-06
J-06
S-06
N-06
J-07
M-07
M-07
J-07
S-07
N-07
J-08
M-08
M-08


Actual Allocation vs Asset Allocation
Cumulative Five Years
1.6%
1.4%
1.2%
1.0%
0.8%
0.6%
0.4%
0.2%
0.0%
0.3%
J-03
S-03
N-03
J-04
M-04
M-04
J-04
S-04
N-04
J-05
M-05
M-05
J-05
S-05
N-05
J-06
M-06
M-06
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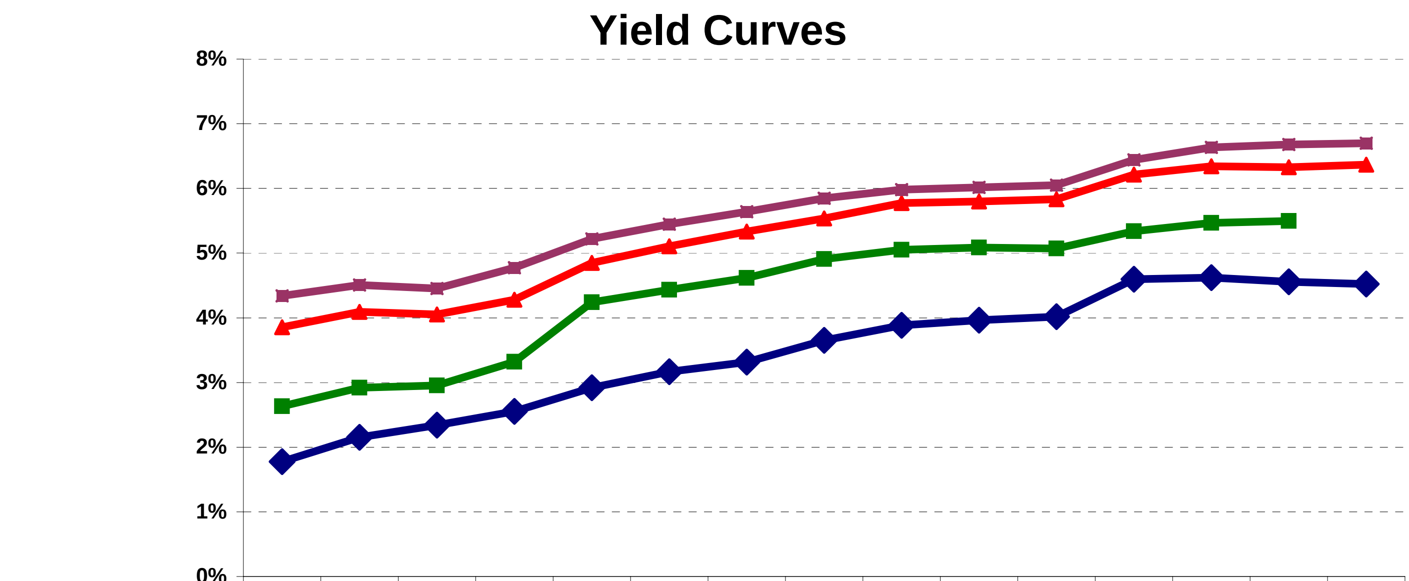
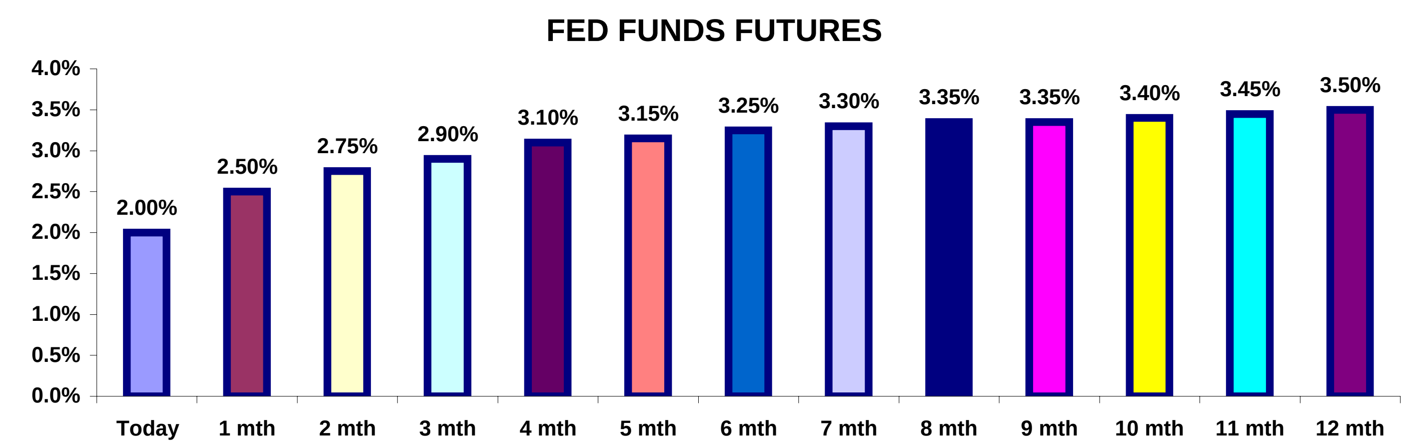
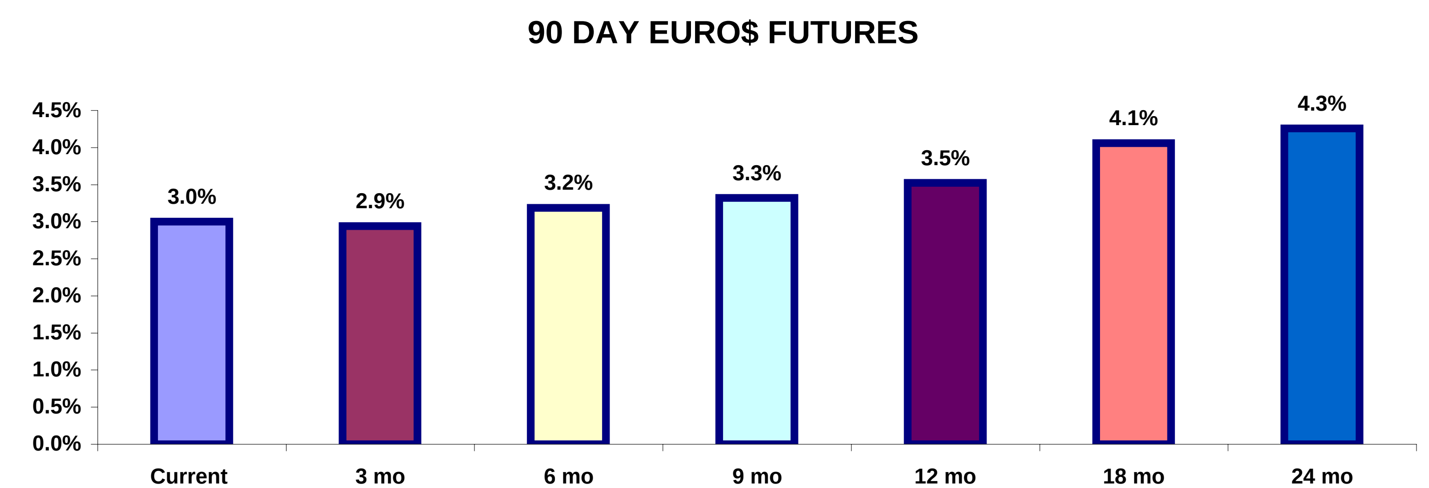
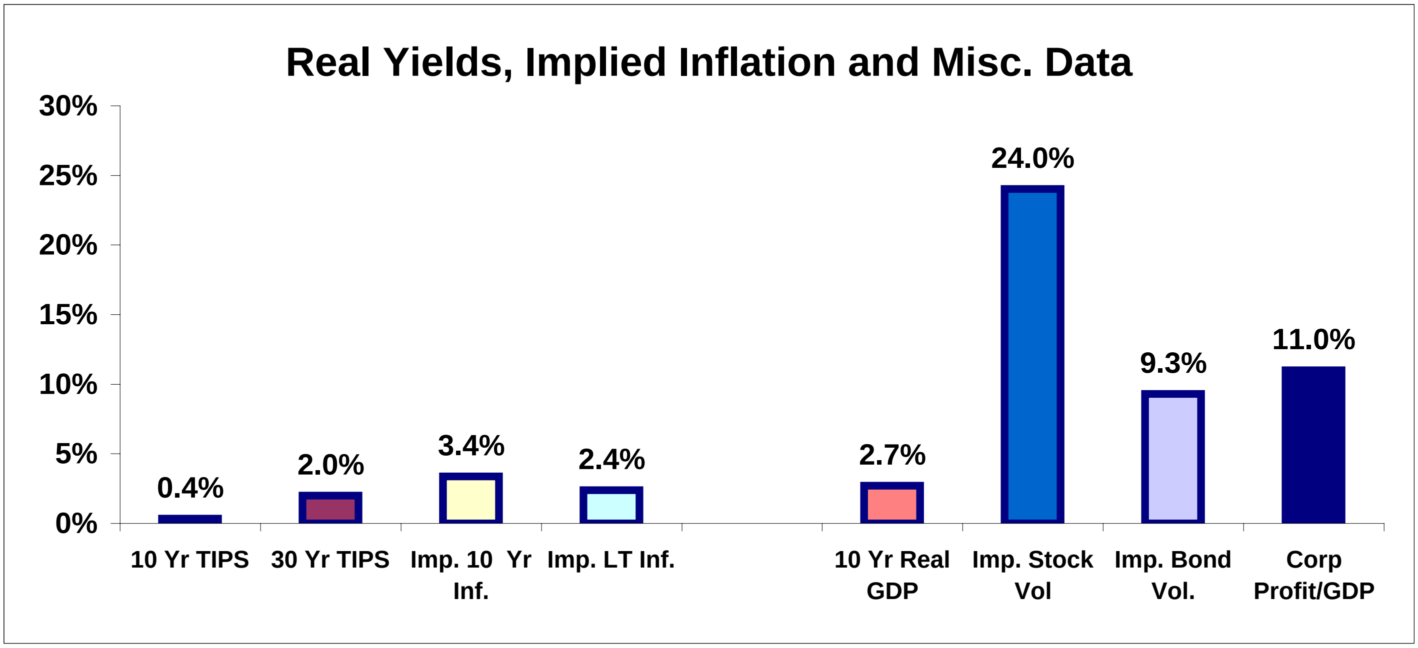
J-08
M-08
M-08

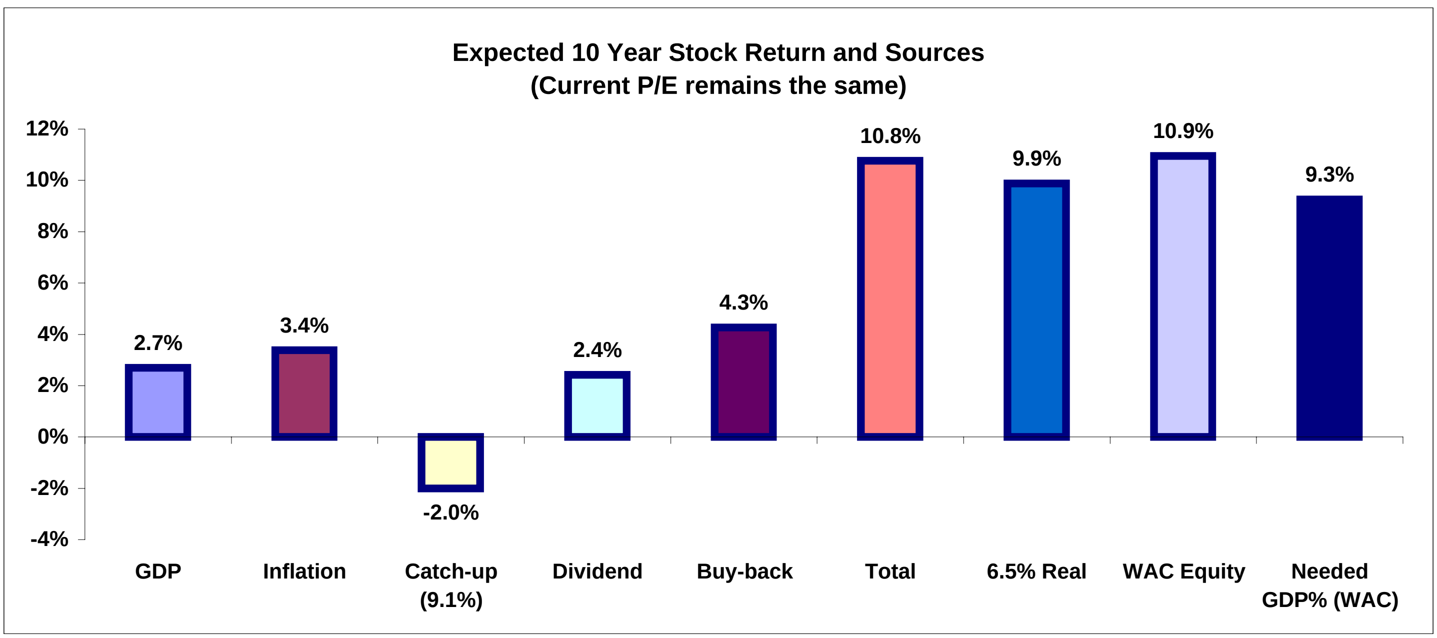


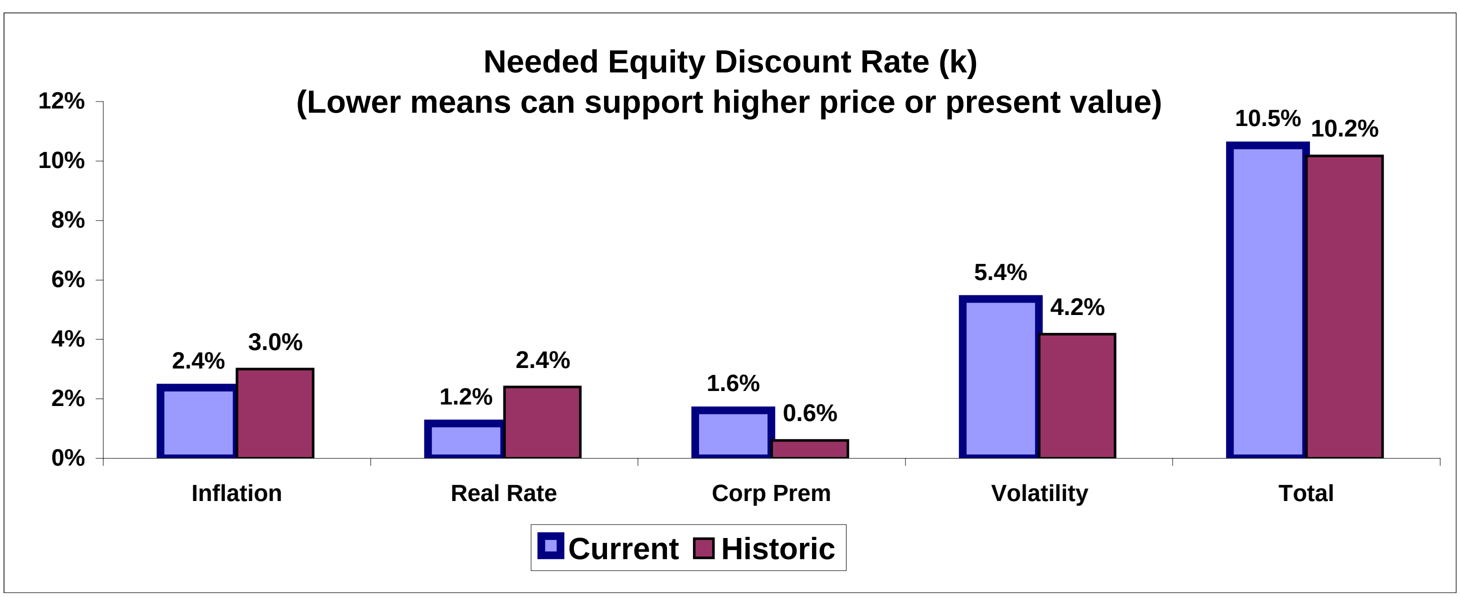
	3 M	6M	1Y	2Y	3Y	4Y	5Y	7Y	8Y	9Y	10Y	15Y	20Y	25Y	30Y
Government	1.8%	2.2%	2.3%	2.6%	2.9%	3.2%	3.3%	3.6%	3.9%	4.0%	4.0%	4.6%	4.6%	4.6%	4.5%
AAA Ind	2.6%	2.9%	3.0%	3.3%	4.2%	4.4%	4.6%	4.9%	5.1%	5.1%	5.1%	5.3%	5.5%	5.5%	
A1 Ind	3.9%	4.1%	4.1%	4.3%	4.8%	5.1%	5.3%	5.5%	5.8%	5.8%	5.8%	6.2%	6.3%	6.3%	6.4%
BBB Ind	4.3%	4.5%	4.5%	4.8%	5.2%	5.4%	5.6%	5.8%	6.0%	6.0%	6.0%	6.4%	6.6%	6.7%	6.7%

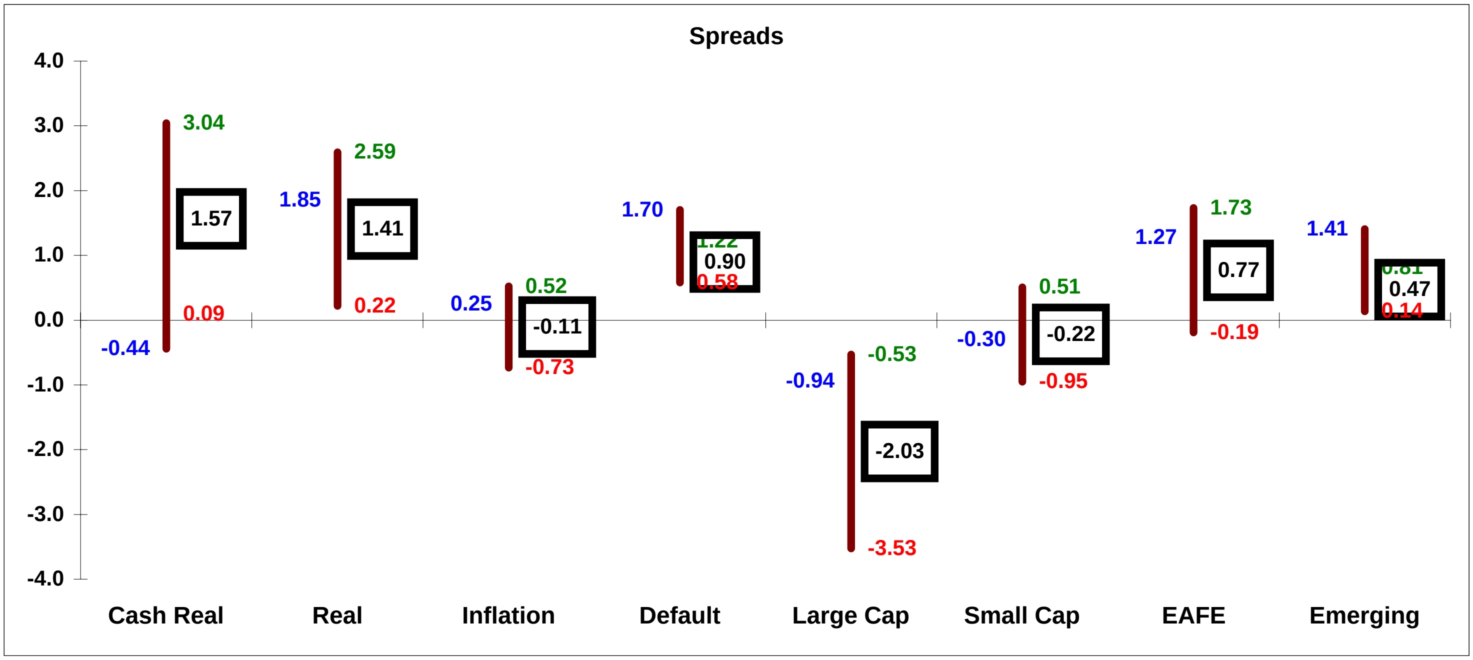


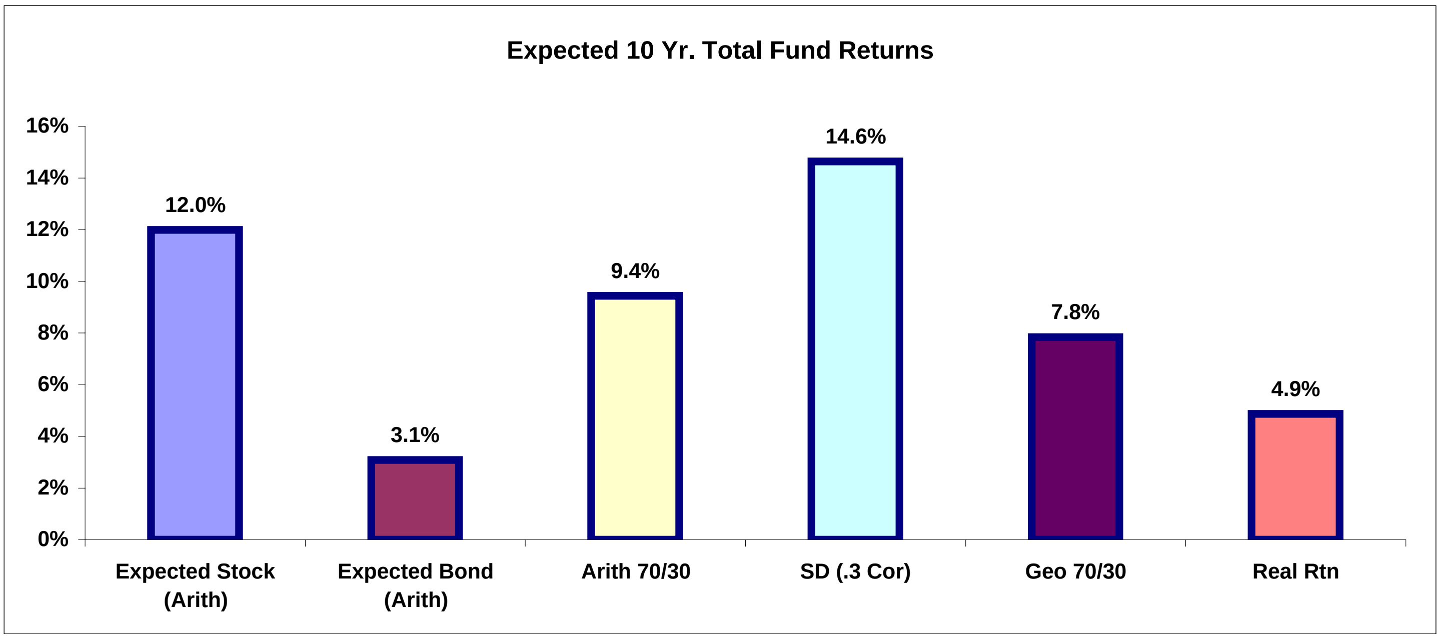


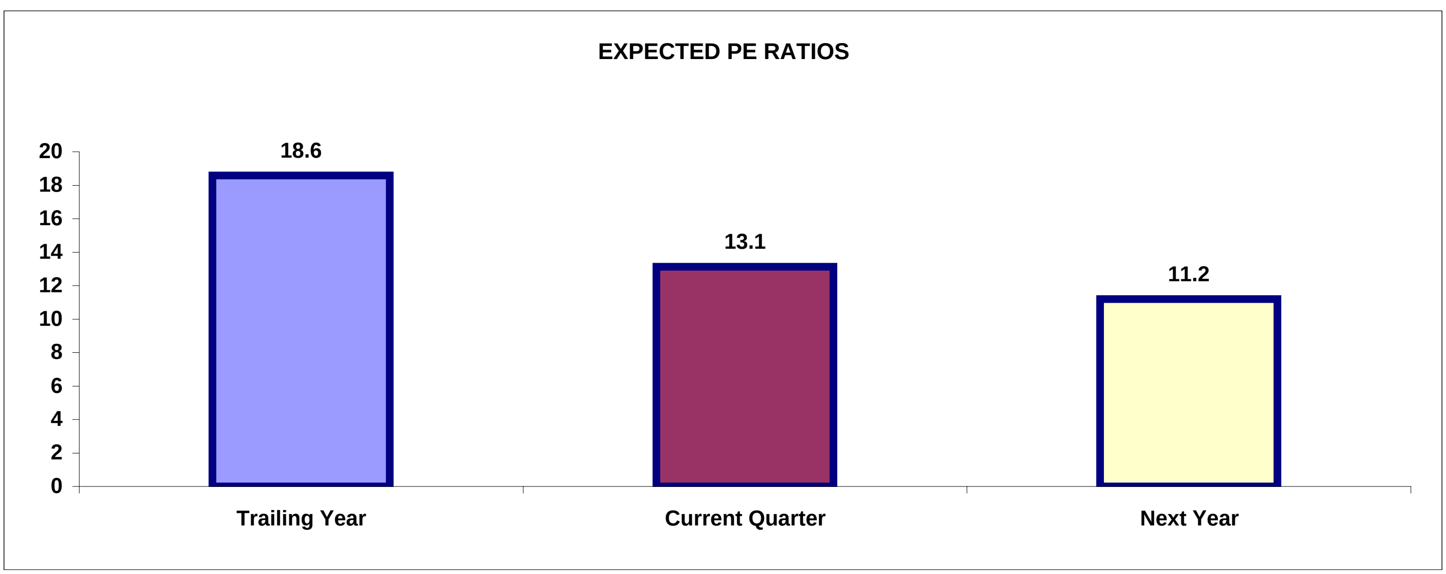

Real Yields, Implied Inflation and Misc. Data
30%
25%
20%
15%
10%
5%
0%
0.4%
2.0%
3.4%
2.4%
2.7%
24.0%
9.3%
11.0%
10 Yr TIPS
30 Yr TIPS
Imp. 10 Yr Inf.
Imp. LT Inf.
10 Yr Real GDP
Imp. Stock Vol
Imp. Bond Vol.
Corp Profit/GDP

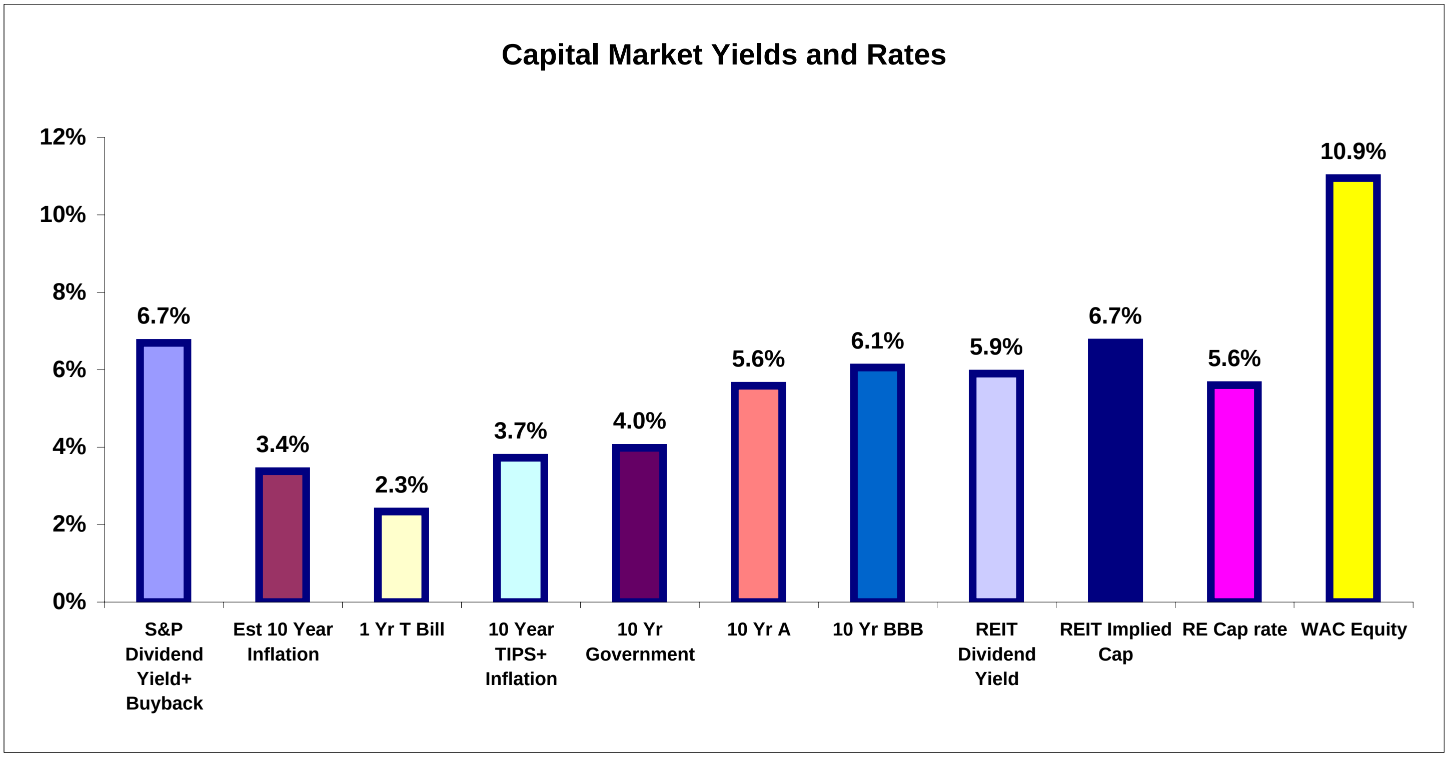

Expected 10 Year Stock Return and Sources
(Current P/E remains the same)
12%
10%
8%
6%
4%
2%
0%
-2%
-4%
2.7%
3.4%
-2.0%
2.4%
4.3%
10.8%
9.9%
10.9%
9.3%
GDP
Inflation
Catch-up (9.1%)
Dividend
Buy-back
Total
6.5% Real
WAC Equity
Needed GDP% (WAC)

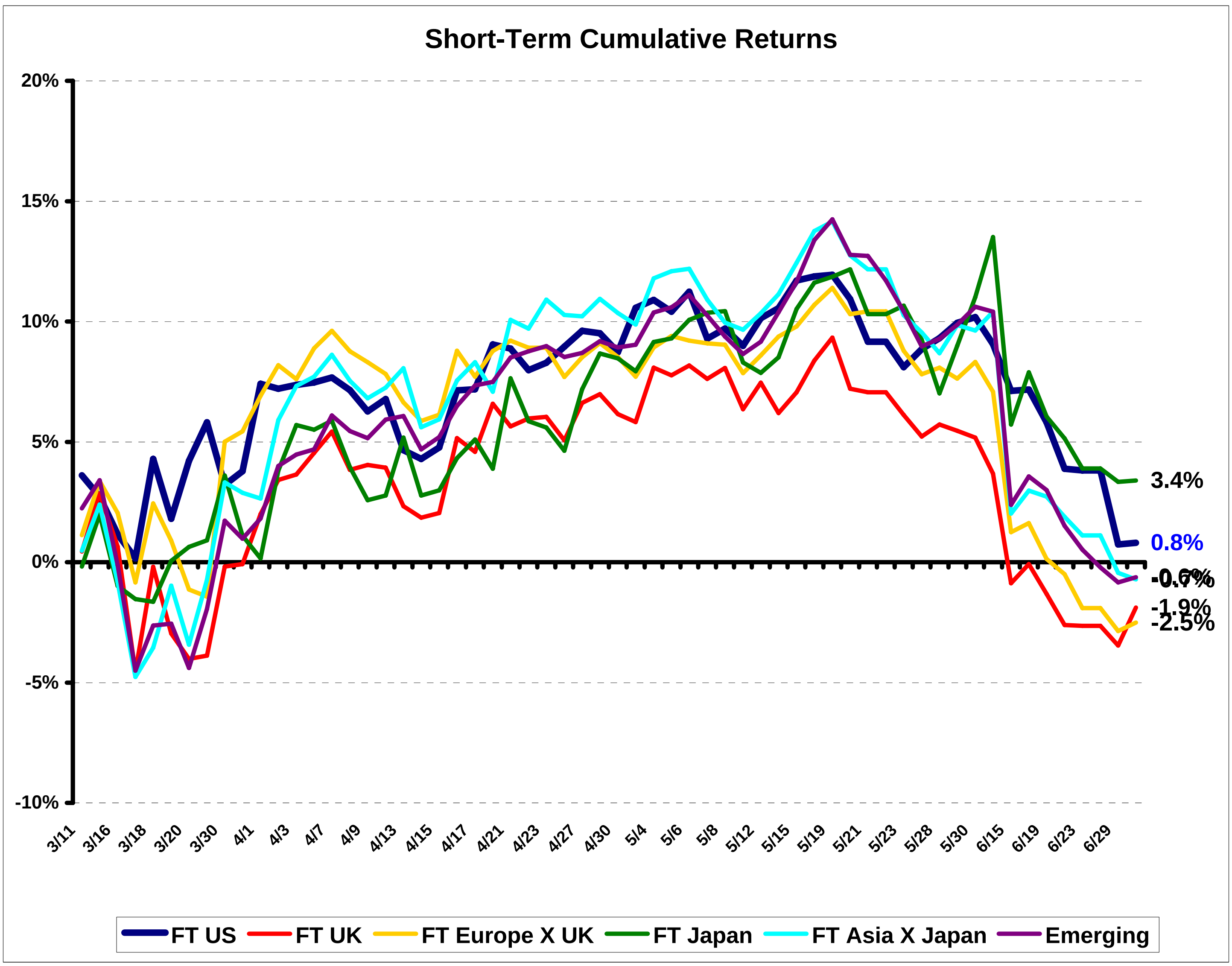

Needed Equity Discount Rate (k)
(Lower means can support higher price or present value)
12%
10%
8%
6%
4%
2%
0%
2.4%
3.0%
1.2%
2.4%
1.6%
0.6%
5.4%
4.2%
10.5%
10.2%
Inflation
Real Rate
Corp Prem
Volatility
Total
Current
Historic


Spreads
4.0
3.0
2.0
1.0
0.0
-1.0
-2.0
-3.0
-4.0
3.04
1.57
0.09
-0.44
1.85
2.59
1.41
0.22
0.25
0.52
-0.11
-0.73
1.70
1.22
0.90
0.58
-0.94
-0.53
-2.03
-3.53
-0.30
0.51
-0.22
-0.95
1.27
1.73
0.77
-0.19
1.41
0.47
0.14
Cash Real
Real
Inflation
Default
Large Cap
Small Cap
EAFE
Emerging


Expected 10 Yr. Total Fund Returns
16%
14%
12%
10%
8%
6%
4%
2%
0%
12.0%
3.1%
9.4%
14.6%
7.8%
4.9%
Expected Stock (Arith)
Expected Bond (Arith)
Arith 70/30
SD (.3 Cor)
Geo 70/30
Real Rtn


EXPECTED PE RATIOS
20
18
16
14
12
10
8
6
4
2
0
18.6
13.1
11.2
Trailing Year
Current Quarter
Next Year


Capital Market Yields and Rates
12%
10%
8%
6%
4%
2%
0%
6.7%
3.4%
2.3%
3.7%
4.0%
5.6%
6.1%
5.9%
6.7%
5.6%
10.9%
S&P Dividend Yield+ Buyback
Est 10 Year Inflation
1 Yr T Bill
10 Year TIPS+ Inflation
10 Yr Government
10 Yr A
10 Yr BBB
REIT Dividend Yield
REIT Implied Cap
RE Cap rate
WAC Equity


Short-Term Cumulative Returns
20%
15%
10%
5%
0%
-5%
-10%
3.4%
0.8%
-0.6%
-0.7%
-1.9%
-2.5%
3/11
3/16
3/18
3/20
3/30
4/1
4/3
4/7
4/9
4/13
4/15
4/17
4/21
4/23
4/27
4/30
5/4
5/6
5/8
5/12
5/15
5/19
5/21
5/23
5/28
5/30
6/15
6/19
6/23
6/29
FT US
FT UK
FT Europe X UK
FT Japan
FT Asia X Japan
Emerging

		(billions)	% GDP	Range - Low	Average	High	1 SD
Current GDP (QoQ Annual)	***$***	***14,201.10***	**1.0%**	-7.9% (1980)	**3.4%**	16.3% (1978)	3.70%
Corporate Profits	***$***	***1,563.80***	**11.0%**	6.0% (1982)	**9.1%**	13.0% (1950)	1.47%
After tax Profits	***$***	***1,313.80***	**9.3%**	3.1% (1986)	**5.6%**	7.6% (1978)	
S&P Earnings (trailing Yr)	***$***	***533.24***	**3.8%**				
S&P Earnings (current qtr)	***$***	***-***	**0.0%**				
Wages and salaries	***$***	***6,601.90***	**46.5%**	36.6% (1993)	**40.1%**	42.9% (1959)	1.39%

WACC	***8.7%***	**ROE on Book**	***19.8%***	
WAC Equity	***10.9%***	**Current P/E**	***13.1***	
WAC Debt	***3.6%***	**Dividend Yield**	***2.4%***	2.4%
Debt to Capital	***30%***	**Share Repurchase**	***4.3%***	(SPX)
Price/EBITDA	***4.6***	**Payout ratio**	***33.0%***	
Price/Book	***2.4***	**Trailing PE**	***21.2***	

Fixed Income

		Fed funds		**90 Day Euro$ Yields**	
10 Yr Government	***4.0%***	**Today**	*2.00%*	**Current**	*3.0%*
10Y Volatility	***9.3%***	**1 mth**	*2.50%*	**3 mo**	*2.9%*
10 Yr TIPS	***0.4%***	**2 mth**	*2.75%*	**6 mo**	*3.2%*
10 Yr A Corporate	***5.6%***	**3 mth**	*2.90%*	**9 mo**	*3.3%*
10 Yr BBB Corporate	***6.1%***	**4 mth**	*3.10%*	**12 mo**	*3.5%*
20 Yr Government	***4.7%***	**5 mth**	*3.15%*	**18 mo**	*4.1%*
20 Yr AA Corporate	***5.7%***	**6 mth**	*3.25%*	**24 mo**	*4.3%*
30 Yr Government	***4.5%***	**7 mth**	*3.30%*		
30 Yr A Corporate	***6.4%***	**8 mth**	*3.35%*		
30 Yr TIPS	***2.0%***	**9 mth**	*3.35%*		
LT Bond Volatility	***9.3%***	**10 mth**	*3.40%*		
		11 mth	*3.45%*		
Implied Inflation LT	***2.4%***	**12 mth**	*3.50%*		
Implied 10 Yr Inflation	***3.4%***				

Equity

	P/E Ratio		EPS
Trailing Year	***18.6***	***$***	***2.60***
This Year	***13.1***	***$***	***3.14***
Next Year	***11.2***	***$***	***3.69***
Dividend Yield	***2.4%***		
Share repurchase Yield	***4.3%***		
Payout ratio (Bloomberg)	***33%***		
LT (5 Year) growth	***11.0%***	***$***	***-***

Growth Estimates		
LT (5 Year) growth	***11.0%***	
Next Year	***17.4%***	***17.4%***
	Gross	***After Tax***
Implied % of GDP at 5th Year	16.2%	13.6%

RE Cap Rate	5.6%
REIT cap Rate	6.7%
REIT Div	5.9%

10 Yr Rtns	**Current**	**Historic**
Exp. 10 Yr Geo Rtn	***9.4%***	***9.4%***
Volatility (VIX)	***24.0%***	***21.0%***
Exp 10 Yr. Arith Rtn	***12.0%***	***11.4%***
Exp. 10 Yr Bond Rtn	***3.1%***	***3.1%***
10 Yr Bnd Volatility	***9.3%***	***6.0%***
70-30 return	***9.4%***	***8.8%***
70-30 SD (.3 Cor)	***17.8%***	***14.6%***
70-30 Geo Rtn	***8.0%***	***7.8%***
Real return	***5.0%***	***4.9%***
Assumed 10 yr Real GDP		***2.7%***

FACTORS

Recovery Continues at Moderate Pace

GDP Real Growth QOQ (annualized)	1.00%						
	MOM	YOY	Apr-02				
Leading Economic Indicators (% change)	0.1%	-1.8%	9.4%	*High*	*Average*	*Low*
ISM Manufacturing	50.2		53.9	57.5 (12/99)	51.5	43.2 (3/01)
ISM Non-manufacturing	53.6		55.3	62.1 (10/97)	56.3	40.5 (10/01)

Inflation Stays Under Control

Inflation QOQ (annualized)	2.70%

Consumer Spending Remains Healthy

Consumer Spending QOQ (annualized)	1.10%				
Real Consumer Spending (annualized)	-1.60%	Apr-02	High	Avg	Low
University of Michigan Survey	56.4	93	107.3 (6/99	92.6	65.5 (12/90)

Tech and Telecom Do Not Drive Recovery

S&P 1500 since 4/30/02	21.7%
NASDAQ 100 since 4/30/02	44.1%
NASDAQ Telecom since 4/30/02	66.8%
NASDAQ Computer since 4/30/02	34.8%

Emerging Markets strong, Japan weak, Europe moderate

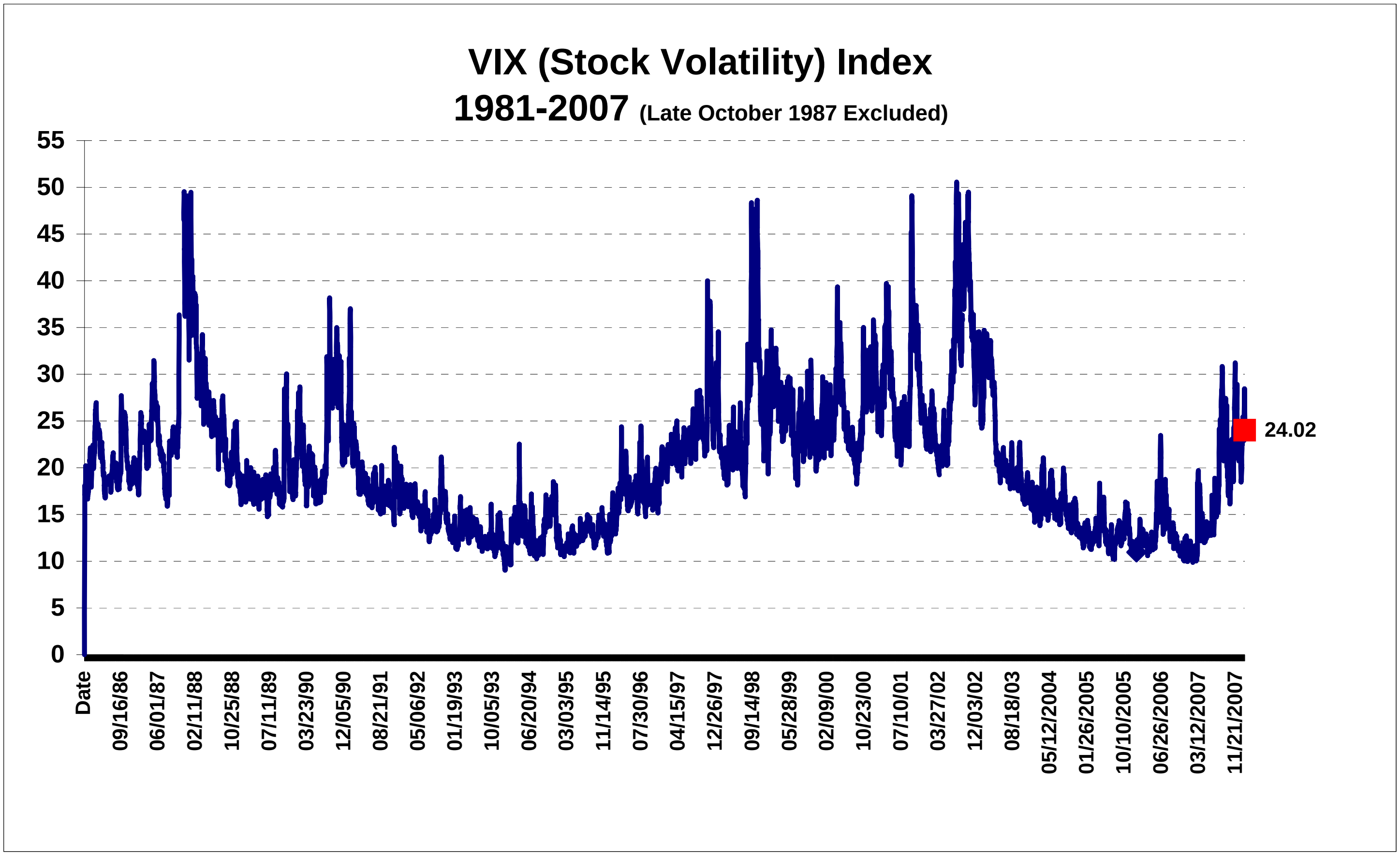
EAFE returns since 4/30/02	69.48%
Europe	111.20%
Asia	100.74%
Japan since 4/30/02	60.17%
Emerging Markets since 4/30/02	208.11%

Corporate Spreads Narrow	Spread	High	Average	Low
10 Year A over Government on 4/30/02	1.60%	2.18% (1/01	1.31%	).67% (8/97)
Current 10 Year A over Government	1.61%			
		High	Average	Low
30 Year A over Government on 4/30/02	1.88%	3.33% (10/8	1.49%	).64% (5/84)
Current 30 Yr A over Government	1.83%			
		High	Average	Low
10 Year BBB over A on 4/30/02	0.80%	1.13% (1/02	0.57%	).16% (11/97)
Current 10 Year BBB over A	0.47%			

Fed Policy Expected to be Benign		Current	Expected Level
Expected 12 month tightening on 4/30/02	0.75%	1.75%	2.50%
Current expected 12 month tightening	1.50%	2.00%	3.50%

US $ Moderate Weakness against Euro and Pound		$ vs currency
Japan ($ % change since 4/30/02)	105.8	-17.7%
UK	1.99	-26.8%
Euro	1.58	-42.9%

US Productivity Continues at 2% - 2.5% or above		High	Average	Low
Nonfarm Productivity Increase QOQ	2.6%	9.9% (6/83)	1.7%	-5.0% (3/93)
Nonfarm Productivity Increase YOY	3.3%	5.3% (9/83	1.6%	-2.2% (3/82)



	w/o 10/87	With 10/87
Average Volatility	*21.3*	*21.6*
St. Deviation	*7.1*	*8.3*
Minimum	*9.1*	*9.1*
Maximum	*50.1*	*150*

Adelante (Public RE - REITs)
Domestic Equity: Wilshire REIT Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Adelante Total Return	1.19%	12.97%	-17.38%	10.37%	18.56%
Wilshire REIT Index	0.22%	13.48%	-13.64%	11.06%	17.82%

Performance Attribution & Strategy Comments

·**For the trailing quarter ending May 31, 2008 -** For the month ending May 31, 2008 – The Account outperformed the Dow Jones Wilshire REIT Index by 97 basis points due to both sector allocation and security selection. Security selection within Office boosted performance as the Office holdings in the portfolio returned 4.5% compared to 1.2% for the Index. The overweight to and security selection within Diversified also contributed to the outperformance as did the underweight to Local Retail. Security selection within the Hotel sector detracted from performance as a whole and provided both our best and worst performing holdings: DiamondRock Hospitality, up 7.5% and Starwood Hotels and Resorts, down 7.3%.

For the trailing quarter ending May 31, 2008 - The Account underperformed the Dow Jones Wilshire REIT Index by 51 basis points. Security selection contributed positively while sector allocation weighed on performance. Regional Retail was the best performing sector, advancing 17.6%, and our overweight positively impacted performance. The portfolio's overweight to Apartment and Hotel and underweight to Health Care and Industrial-Mixed created a drag on performance. Security selection within Apartment, Diversified and Hotel had the largest positive contribution to relative performance; stock selection within Office detracted. Our best performing holding was Corporate Office Properties, up 25.0%; the worst performing holding was Maguire Properties, falling 30.9%.

Comments – May provides a great view into the state of the U.S. retail industry as members of the International Council of Shopping Centers convene in Las Vegas for their annual convention. Attendance this year was estimated to be close to the record of 50,000 set in 2007. With their customers becoming increasingly strained by the deterioration in household wealth and rising energy prices, retail tenants are becoming increasingly selective about new capital allocation, leading to a growing divide between the 'haves' (well-capitalized landlords) and 'have-nots' (capital constrained owners/developers). During this downturn, discounters and luxury are faring the best and retail formats most leveraged to discretionary spending, i.e. life-style centers with restaurant anchors, are suffering. For the month, local retail REITs underperformed regional malls by 434 bps. Memorial Day marks the anniversary of Tishman Speyer/Lehman Brothers' acquisition of Archstone Smith. This has turned out to be a very challenging transaction as the acquisition group is apparently seeking ways to deleverage through asset sales, albeit at higher cap rates than last year.

Manager Style Summary

Adelante (formerly Lend Lease Rosen) manages the public real estate portfolio, comprised of publicly-traded real estate companies, primarily real estate investment trusts (REITs). Investments will generally fall into one of three categories as described in the Portfolio Attributes section: Core holdings, Takeover/Privatization candidates, and Trading Opportunities. Typical portfolio characteristics include current pricing at a discount relative to the underlying real estate value, attractive dividend prospects, low multiple valuations (P/FFO), and expert management. Chadwick Saylor (in conjuction with Hamilton Lane) oversees the investments in this portfolio, along with the private real estate portion.

Adelante (Public RE - REITs)
Domestic Equity: Wilshire REIT Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Adelante	Wilshire REIT	Calc	Min	Max	Compliance
B2. All securities are publicly-traded real estate companies, primarily real estate investment trusts						ok
B3. Mkt Cap of Issuers of Securities in the Account				$250		ok
B4. Single Security Positions <= 30% @ purchase						ok
B6a. P/FFO (12-mo trail)	16.76	15.07	1.11		1.30	ok
B6b. Beta	0.98	1.00	0.98	0.70	1.30	ok
B6c. Dividend Yield	3.60	4.62	0.78	0.80	2.00	check
B6d. Expected FFO Growth	6.68	5.46	122%	80%	120%	ok
E2. Commissions not to exceed $0.06/share						ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B6c. Dividend Yield: Portfolio is exposed to Brookfiled Properties and Starwood Hotels & Resorts, both are REOCs with low dividend yields.

Portfolio Attributes

Portfolio Guidelines section B5

Core Holdings (40% - 100%) Actual: 83% ok

Consists of investments with the following characteristics: premier asset portfolios and management teams, attractive dividend yields, low multiple valuations, real estate property types or regions that are less prone to experinece the impact of an economic slowdown.

Takeover/Privatization Candidates (0% - 15%) Actual: 0% ok

Focuses on smaller companies which may be attractive merger candidates or lack the resources to grow the company in the longer-term. Also focuses on companies which may have interest in returning to the private market due to higher private market valuations.

Trading Arbitrage (0% - 20%) Actual: 11% ok

Focuses on high quality companies which may become over-sold as investors seek liquidity.

Organizational/Personnel Changes

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$ -
Lost:	Number of Accounts:	0	Total Market Value ($m):	$ -
	Reason(s):			

Baring Asset Management, Inc.
Global Equity: Wilshire 5000 Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Baring Equity	1.80%	4.90%	8.20%	17.60%	16.50%
Wilshire 5000	2.10%	6.40%	-6.30%	8.30%	10.90%
MSCI ACWI	1.70%	5.90%	-0.90%	14.40%	16.10%

Performance Attribution & Strategy Comments

Global equity markets were moderately up in the month rising by 1.7%. Japan was the best performing market rising by 2.5%. Emerging markets were next best rising by 2.1%. The United Kingdom was the weakest market falling by 1%.

By sector, Energy was again the top performing sector rising by 6.3% as crude oil prices continue to rise. The Materials sector was the next best performer rising by 5.3%. The worst performing sector was Financials which fell by 4%.

May saw continued recovery for global equity markets with leadership continuing to reside with the Energy and Materials sectors. Financials, however, gave back some of their recent recovery as concerns continued about the health of the sector, Rumours surrounding investment bank Lehman Brothers and their need for further write-downs and additional capital buffeted the sector for much of the month.

Much of the economic news over the month concerned the danger of high and rising inflation in developed and emerging markets. Federal Reserve Chairman Ben Bernanke, and others, came out with cautious comments about the need for continued vigilance against inflation. The markets are now expecting that interest rates could be set to rise by the fourth quarter of this year – an outcome that few would have expected even 3 months ago!

We continue to believe that a low personal savings rate, coupled with declining house prices will lead to lower consumer spending from western consumers. This, plus the high level of debt in these markets suggest that a low interest rate environment looks likely to continue. Our view is that this environment will remain supportive for commodity related stocks and growth stocks.

We again made few changes to the portfolio holdings in the month. We sold our holdings in agri-chemical manufacturer Makhteshim-Agan, Greek bank Bank of Piraeus and Russian utility UES. We added Coca-Cola Hellenic and Randgold Resources.

The fund modestly outperformed the benchmark in the month. Stock selection was good across most sectors, except for Consumer Staples and Energy. Asset allocation was moderately negative.

Organizational/Personnel Changes

none

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):	n/a			

Manager Style Summary

Baring tends to be a "top-down" manager, focusing on country and sector allocations with individual stock selection as a secondary consideration. Until the second half of 2004, Barings was asked to customize their portfolio to maintain a large cap growth exposure. Since then, Barings has implemented their fully integrated approach, which should result in portfolio characteristics similar to that of the benchmark, although they may have a tendency toward mid-capitalization stocks. Barings is not a "closet indexer" and is willing to have no presence in a country/region if they feel prospects are poor - this implies more volatility in returns compared to other global managers. Barings will actively hedge foreign currency exposures.

Baring Asset Management, Inc.
Global Equity: Wilshire 5000 Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Index	Baring EQ	Calc	Min	Max	Compliance
A1. ETF Security position <= 5% of the account @ purchase						ok
B3. Security position <= 5% of the account @ purchase						ok
B4. Number of issues		89		85	120	ok
B5. Normal Regional Exposures:						
United States & Canada		36%		30%	80%	ok
United Kingdom		12%		0%	30%	ok
Europe ex U.K.		22%		5%	40%	ok
Japan		7%		0%	25%	ok
Pacific ex Japan (Developed Index)		7%		0%	20%	ok
Non-Index Countries (All Emerging)		11%		0%	15%	ok
Cash & Hedges		5%				
Total		99%				
B6. Normal Global Portfolio Characteristics (MSCI All Country World)						
Capitalization	64,932	51,305	79%	70%	130%	ok
Price/Book Value	2.3	3.0	131%	80%	140%	ok
Price/Earnings (Next 12 mo)	12.9	14.8	115%	90%	120%	ok
Price/Cash Flow	7.7	10.0	131%	80%	140%	ok
Dividend Yield	2.6	1.8	70%	60%	120%	ok
Return on Equity	15.0	15.7	104%	75%	150%	ok
Return on Equity (5-Yr Avg)	19.1	22.9	120%	75%	150%	ok
C1. Currency or cross-currency position <= value of hedged securities						ok
No executed forward w/o a corresponding securities position.						ok
C2. Max forward w/ counterpart <= 30% of total mv of account						ok
F2. Brokerage commissions not to exceed $0.05/share for U.S. equities						ok
F3. Annual turnover		66%			120%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

BARING ASSET MANAGEMENT, INC.
GLOBAL FIXED: LEHMAN AGGREGATE BENCHMARK

FOR THE MONTH OF: MAY 2008

MANAGER PERFORMANCE CALCULATIONS

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Baring FX	-0.50%	-0.42%	8.97%	5.23%	5.06%
Lehman Aggregate	-0.73%	-0.60%	6.89%	4.30%	3.83%

PERFORMANCE ATTRIBUTION & STRATEGY COMMENTS

Your portfolio produced a negative return May of -0.5%, although this was modestly ahead of the US bond market return of -0.7%. Our allocation to US inflation linked securities and was beneficial to performance as 10 year breakeven levels rose sharply from 2.3% to 2.5% by month end.

Bond markets weakened in May as investors concluded that further aggressive policy actions in order to fight economic weakness may be limited in the face of mounting inflationary pressures.

US Treasury yields rose across the curve with 10 year yields reaching 4.1% by the end of May (from 3.7% at April month end) and the asset class returned -1.2% over the month. Economic data releases from the US have continued to be mixed. Extremely weak figures from the housing sector, tight credit conditions and historic lows in consumer confidence against unchanged corporate profits and better than expected employment data. US consumer prices continued to rise, being forced higher by food and energy bringing the headline rate to 3.9% as at the latest reading.

US Investment Grade Credit spreads over equivalent maturity US Treasuries tightened in May, from 260bps to 248bps. Robust demand helped valuations, although this was offset by a high level of issuance.

There was a bear flattening in the UK government yield curve in May. Yields rose higher at the short end with two year yields rising 66bps while ten years rose by 32bps. The Bank of England kept rates unchanged at 5%. This once again illustrates the MPC's commitment to focus more on the inflationary problems in the UK despite various indicators pointing towards a contracting economy.

Trades were limited this month to the replacing of maturing Eurocommercial Paper.

In currencies, the US strengthened relative to traditional defensive currencies while higher yielding currencies were better supported. Our exposure to the Mexican peso contributed positively to relative performance. The Mexican central bank held its Repo rate at 7.5%, although the statement reflected its inflation bias, hinting at rate hikes in the future in order to control inflation.

ORGANIZATIONAL/PERSONNEL CHANGES

MANAGER STYLE SUMMARY

Baring Asset Management, Inc.
Global Fixed: Lehman Aggregate Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Baring FX	Min	Max	Compliance
A3. Rule 144A securities	**0%**		3%	**ok**
B2a. Regional/Sector Allocations:	100%			
NORTH AMERICA	95%	20%	100%	**ok**
Governments (incl Agy & Supranatl)	**20%**	0%	100%	**ok**
Mortgages (incl MBS & 1st Mtg Deb)	**40%**	0%	60%	**ok**
Corporates	**23%**	0%	50%	**ok**
US$ Denominated Foreign Sovereigns	**1%**	0%	20%	**ok**
Canada	**0%**	0%	30%	**ok**
Cash	**11%**			
JAPAN	**0%**	0%	40%	**ok**
MEMBERS OF EMU AND UK	**0%**	0%	60%	**ok**
OTHER (ABS, CMBS, munis & other nor	**5%**	0%	15%	**ok**
Quality Allocations:				
SUB-INVESTMENT GRADE	1%	0%	35%	**ok**
US $ Denominated Corporates	**0%**	0%	100%	**ok**
US $ Denominated Foreign Sovereigns	**1%**	0%	100%	**ok**
Non-US $ Denominated Corporates	**0%**	0%	100%	**ok**
Non-US $ Denominated Sovereigns	**0%**	0%	100%	**ok**
B2b. Effective Duration +/- 40% of Benchmark		2.79	6.51	
	5.01	**4.65**	**◄ Leh Aggr**	**ok**
B3a. Corporate securities of one issuer <=5%				**ok**
B3b. Number of positions	**60%**	30		**ok**
B3ci. Regional allocations above also apply to forwards				**ok**
B3cii. Max forward w/single counterpart <=25%				**ok**
E2. Annual Turnover	**50%**		250%	**ok**
The portfolio is in compliance with all other aspects of the Portfolio Guidelines			☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

E2. Annual Turnover: Annual turnover INCLUDING Mortgage B'kd - 264.39%

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s): N/A				

Bernstein Emerging Markets Value
Emerging Markets Equity: MSCI EM Benchmark

For the month of: May 2008

Manager Performance Calculations

* *Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Bernstein EMV	2.36%	6.73%	15.93%	30.96%	
MSCI EMF	1.86%	4.29%	21.67%	33.15%	

Country Allocation Comparison

Over-weight	Bernstein	EMF	Under-weight	Bernstein	EMF
Korea	19.71%	13.25%	China	7.89%	13.84%
Thailand	4.99%	1.38%	India	3.22%	6.37%
Israel	4.58%	2.38%	Malaysia	0.28%	2.25%

Performance Attribution & Strategy Comments

Market Overview The MSCI Emerging Markets gained 1.9% in May and modestly outperformed developed markets, which were up 1.5%, as measured by the MSCI World. Emerging-market stocks were volatile as investors digested the full implications of sharply higher commodity prices and inflationary pressure. Resource-rich countries such as Russia have benefited from commodity price rises that have allowed them to bolster current account balances and collect additional revenues on taxed commodities. However, the negative implications of commodity strength are evident in emerging-market countries where governments intervene in price setting. At the sector level, rising commodity prices drove performance as energy and industrial commodities stocks led the market, while the construction and housing sector, and financials underperformed. **Impacts on Performance** During the month, the portfolio outperformed the MSCI Emerging Markets, gross of fees, driven by positive stock selection in telecommunication, its strategy in China, and an overweight position in commodities. Within the telecommunications sector, shares of China Netcom surged after the Chinese government unveiled plans to restructure the telecom industry and merge several key participants. Under the proposal, China Unicom will merge with China Netcom--both of which are portfolio holdings. The government finally will grant long awaited 3G mobile licenses to both firms, boosting competition within the industry. Shares of market leader China Mobile sank in response, benefiting the portfolio which has avoided the stock. Higher crude oil prices boosted shares of Russian integrated energy company Lukoil. At the same time, the portfolio's avoidance of another Russian energy company, Gazprom, detracted from relative returns, as the company became the third largest listed global firm, by market value, in May. On the negative side, key detractors were concentrated in the financials sector. Korean banks, such as portfolio holding Kookmin Bank, fell following the Bank of Korea's decision to keep interest rates unchanged. Investors had hoped for a rate cut. At the same time, $130 a barrel oil prices raised concerns about consumer spending. Indian banks fell due to concerns of rising inflation and surging oil prices. The government may be forced to raise fuel prices to reduce burdensome subsidies, but doing so would add to already high levels of inflation. As a result, the central bank might need to increase interest rates, which would slow economic growth and in turn, loan demand. **Outlook** We see that the valuation spread between emerging and developed markets now stands at a premium on price-to-book, current price-to-earnings and return on equity basis. Based on price-to-forward 12-month earnings estimates, however, emerging markets trade at a modest discount to developed markets. Emerging-market companies continue to be more profitable than their developed-market peers, but the outperformance of emerging markets relative to developed markets over the past few years has eroded the valuation discount emerging-market stocks had enjoyed. Additionally, we find that macro-economic risks in this region are lower than they have been historically. Finally, we remain confident in the fundamentals of the stocks in our portfolio.

Manager Style Summary

Bernstein a value-oriented, "bottom-up" manager, focusing on individual security selection, where country and sector allocations are an outgrowth of stock selection. As with their global product, they seek companies which are undervalued relative to their long-term earnings prospects due overreaction by the market. Although country selection is a by-product of the stock selection process, Bernstein seeks to reduce risk and enhance returns by limiting country concentration and maintaining stable country weights, as compared to the historical volatility of country weightings in the MSCI Em Index.

Bernstein Emerging Markets Value
Emerging Markets Equity: MSCI EM Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Index	Bernstein	Calc	Min	Max	Compliance
B3. Security position <= 8% of the account @ purchase						ok
B4. Number of issues		100		70	100	ok
B5. Normal Regional Exposures (* benchmark -/+ min/max):						
Latin America *	24%	25%		15%	15%	ok
Asia *	50%	50%		15%	15%	ok
EMEA *	25%	23%		15%	15%	ok
Other		2%		0%	20%	ok
Total		100%				
B6. Normal Portfolio Characteristics (MSCI EM)						
Capitalization	54,929	24,964	45%	25%	100%	ok
Price/Book Value	2.6	1.9	72%	30%	100%	ok
Price/Earnings (Next 12 mo)	11.5	9.4	82%	30%	100%	ok
Price/Cash Flow	10.6	7.0	67%	30%	100%	ok
Dividend Yield	2.1	3.2	155%	75%	200%	ok
C1. Currency or cross-currency position <= value of hedged securities						ok
No executed forward w/o a corresponding securities position.						ok
C2. Max forward w/ counterparty <= 30% of total mv of account						ok
F3. Annual turnover		35%		30%	40%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

There were no deviations.

Organizational/Personnel Changes

One portfolio manager, three fundamental analysts, and one quantitative analyst were gained. Two fundamental analysts and one trader were lost. AllianceBernstein personnel changes are tracked on a quarterly basis. Personnel gaines and losses include internal transfers. Data as of 1Q08

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m): $	-
Lost:	Number of Accounts:	0	Total Market Value ($m): $	-

Reason(s): Non-public information such as Accounts Gained and Lost cannot be disclosed until it is released to the public. This information will be available to PERSI on a quarterly basis. The numbers above represent Q1 2008.

Bernstein Global Strategic Value
Global Equity: MSCI ACWI Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Bernstein GSV	0.73%	5.46%	-8.38%	14.14%	
MSCI ACWI	1.56%	5.66%	-1.44%	13.86%	
Russell 3000	2.05%	6.52%	-6.61%	8.03%	

Performance Attribution & Strategy Comments

Market Overview In May, the MSCI World continued its recovery, advancing 1.5% in US dollar terms. Global stocks rose early in the month on favorable US macroeconomic data and better-than-expected earnings from several US technology companies. Additional lift to the markets was provided by the Bank of England's indication that the worst of the credit crisis may be over, and reports of increased lending to banks by the US Federal Reserve. However, markets later pulled back rather sharply as crude oil prices surpassed $130 a barrel. Worse-than-expected economic reports in Europe and the US indicated weaker consumer and investor confidence amid rapidly rising commodity prices. Nevertheless, the month ended on a positive note as oil prices moderated. Most sectors advanced in May, with technology, industrial commodity, and energy-related stocks advancing most. Financials were notable laggards, followed by construction and housing stocks. The US dollar strengthened against the yen, weakened against the Australian and Canadian dollars, and edged slightly higher versus the euro, sterling, and Swiss franc. **Impacts on Performance** In May, before fees, the portfolio modestly outperformed its benchmark as favourable security and currency selection offset negative sector selection. Security selection contributed to relative returns as strong stock picking in energy and telecommunications offset poor stock picking in finance. Our overweight in the finance sector detracted from returns. Chief contributors during the month included IT services company Fujitsu. The Japan-based firm soared the most in over fifteen years after doubling its annual earnings guidance. Other contributors were integrated energy firms ConocoPhillips and Marathon Oil as crude oil surpassed the $130 threshold. ConocoPhillips confirmed it would proceed with plans to add a Saudi Arabian refinery in conjunction with Saudi Aramco. As for Marathon Oil, while the company's refining, marketing and transportation units struggled, the exploration and production divisions recorded strong gains—Marathon Oil is more exposed to downstream pressure, compared to its peers. Detractors from returns included financial holdings American International Group, Royal Bank of Scotland (RBS) and JPMorgan Chase. Insurer American International Group (AIG) dropped after announcing it will raise a larger than expected amount of capital following significant asset writedowns during the first quarter. RBS fell after unveiling the largest rights issue in corporate history, as it attempts to bolster its capital ratio. Meanwhile JPMorgan Chase pulled back along with the broader financial sector following strong performance in April. Investors remained concerned about the bank's consumer and construction exposure amid persistent worries about credit and economic growth. **Outlook** Our research and experience as value managers has taught us to keep portfolio risk proportionate with the value opportunity we identify. After a lengthy period of compression, valuation spreads have widened. If this trend continues, we may see increased opportunities to raise the portfolios' concentration in undervalued industries and companies.

Organizational/Personnel Changes

Two portfolio managers, three fundamental analysts, and one quantitative analyst were gained. Two fundamental analysts and one trader were lost. AllianceBernstein personnel changes are tracked on a quarterly basis. Personnel gaines and losses include internal transfers. Data as of 1Q08

Account Turnover

Gained:	Number of Accounts:	2	Total Market Value ($m):	$	181.0
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):	Bernstein is a publically held company and cannot disclose non-public information such as Accounts Gained and Lost until it is released to the public. 1Q08 data above.			

Manager Style Summary

Bernstein is a research-driven, value-based, "bottom-up" manager, whose process is driven by individual security selection. Country allocations are a by-product of the stock selection process, which drives the portfolio country over and under weights. They invest in companies with long-term earnings power, which are undervalued due to an overreaction by the market. This value bias will result in a portfolio which will tend to have lower P/E and P/B ratios and higher dividend yields, relative to the market. The Global Strategic Value product is a concentrated global equity portfolio, and as such, may experience more volatility relative to the market.

Bernstein Global Strategic Value
Global Equity: MSCI ACWI Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Index	Bernstein	Calc	Min	Max	Compliance
B3. Security position <= 10% of the account @ purchase						ok
B4. Number of issues		80		25	75	check
B5. Normal Regional Exposures (* benchmark -/+ min/max):						
United States *	42%	33%		25%	25%	ok
Europe ex U.K. *	20%	28%		15%	15%	ok
UK *	9%	10%		10%	10%	ok
Japan *	9%	12%		10%	10%	ok
Emerging Markets		13%		0%	20%	ok
Other		4%		0%	20%	ok
Total		100%				
B6. Normal Global Portfolio Characteristics (MSCI ACWI)						
Capitalization	72,752	71,421	98%	50%	100%	ok
Price/Book Value	2.3	1.5	65%	50%	100%	ok
Price/Earnings (Next 12 mo)	12.0	9.0	75%	50%	100%	ok
Price/Cash Flow	10.0	5.7	57%	50%	100%	ok
Dividend Yield	2.6	3.5	137%	75%	200%	ok
C1. Currency or cross-currency position <= value of hedged securities						ok
No executed forward w/o a corresponding securities position.						ok
C2. Max forward w/ counterparty <= 30% of total mv of account						ok
Forwards executed with Custodian <= 100% of the total mv of account, given credit check						ok
F2. Brokerage commissions not to exceed $0.05/share for U.S. equities						ok
F3. Annual turnover		38%		30%	40%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B4. Number of Issues: There are some ADR market purchases that have been repurchased in their market. Both are counted.

Brandes Investment Partners, L.P.
Global Equity: Russell 3000 Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Brandes	-1.34%	3.91%	-12.79%	10.89%	16.10%
Russell 3000	2.05%	6.52%	-6.61%	8.03%	10.56%

Performance Attribution & Strategy Comments

In May portfolio return was negative, and behind the markets. The portfolio often looks very different from the market and consequently performance can be very different too. This performance gap can go both ways, but Brandes believes that its philosophy has the potential for long-term outperformance as good periods can outweigh bad periods over the full market cycle.

Stocks in Brazil and in Japan were among the largest positive contributors to returns. Holdings in the US had negative returns and were among the largest negative contributors to returns. The credit crisis and market volatility have provided long-term opportunities in the financial sector that we have used to upgrade the future potential of the portfolio, although in the short-term this may have a volatile impact on performance.

On an industry basis, holdings in the diversified telecommunication services, computers & peripherals and electric utilities industries had the largest positive impact. Stocks in the thrifts & mortgage finance, commercial banks and automobiles industries had the largest negative impact on performance. Best performers for the month included NTT, Dell, Eletrobras and Telefonos de Mexico. GM, Washington Mutual and Ford were among the worst performers for the month. In May Brandes added no new name and sold none completely.

The normal stock-specific trades, as well as changes in the prices of existing shares shifted the portfolio’s country and industry exposures slightly. As of 5/31/08, the largest weightings are in the US (overweight), Japan (overweight), diversified telecom services (large overweight) and commercial banks (overweight). Overall, Brandes believes the portfolio remains well positioned to deliver favorable long-term results.

While Brandes monitors short-term events in international equity markets, its investment philosophy focuses on company-by-company analysis with a long-term perspective. This summary includes shorter-term and top-down information, but Brandes continues to focus on applying its bottom-up, value philosophy over the long term with the goal of delivering better-than-benchmark results.

Organizational/Personnel Changes

Account Turnover

Gained:	Number of Accounts:	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	Total Market Value ($m):	$	-
	Reason(s):			

Manager Style Summary

Brandes is a classic "bottom-up" manager, focusing primarily on individual security selection (while country allocation is a secondary consideration), with a "value" bias, purchasing stocks primarily on the perceived undervaluation of their existing assets or current earnings. Consequently, the securities in the portfolio will tend to have a higher dividend yield and lower P/E and P/Book ratios compared to the market. Brandes' classic Graham and Dodd value investment style combined with the relatively low number of stocks in the portfolio results in large gains or losses on the portfolio. What has been encouraging is that Brandes has turned in good returns when the markets generally have rewarded growth, rather than value, styles.

Brandes Investment Partners, L.P.
Global Equity: Russell 3000 Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Index	Brandes	Calc	Min	Max	Compliance
B3. Security position <= 5% of the account @ purchase						ok
B4. Number of issues		85		40	70	check
B5. Normal Country Exposures:						
United States & Canada		48%		30%	100%	ok
Americas ex U.S.		4%		0%	40%	ok
United Kingdom		8%		0%	25%	ok
Europe ex U.K.		19%		0%	50%	ok
Japan		18%		0%	45%	ok
Pacific ex Japan		1%		0%	40%	ok
Non-Index Countries		0%		0%	20%	ok
Cash & Hedges		1%				
Total		100%				
B6. Normal International Portfolio Characteristics (FTSE All World ex U.S. "Large")						
Capitalization	$58,928	$53,292	90%	30%	125%	ok
Price/Book Value	2.1	2.2	104%	50%	100%	check
Price/Earnings	13.9	17.2	124%	50%	100%	check
Price/Cash Flow	9.1	7.6	84%	50%	100%	ok
Dividend Yield	3.0	3.0	101%	90%	150%	ok
B7. Normal U.S. Portfolio Characteristics (Russell 3000)						
Capitalization	$91,824	$41,486	45%	30%	125%	ok
Price/Book Value	2.7	1.9	72%	50%	100%	ok
Price/Earnings	17.9	16.1	90%	50%	100%	ok
Price/Cash Flow	11.5	9.2	80%	50%	100%	ok
Dividend Yield	2.0	2.9	143%	90%	150%	ok
C1. Currency or cross-currency position <= value of hedged securities						ok
No executed forward w/o a corresponding securities position.						ok
C2. Max forward w/ counterpart <= 30% of total mv of account						ok
F2. Brokerage commissions not to exceed $0.05/share or 50% of principal (non-U.S.)						ok
F2. Annual turnover		34%			100%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B4. Number of Issues:	Several equity securities of the same company (e.g., ADR/local). Also, due to the breakup of Telebras into several separate companies, trading at attractive valuation.
B6. Price/Book Value:	Brandes found value in a number of companies with relatively low book values like communication/technology stocks.
B6. Price/Earnings:	Brandes found value in a number of companies with low reported earnings like communication/technology stocks and Japanese stocks.

Capital Guardian Trust Company
Global Equity: Russell 3000 Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Capital Guardian	2.24%	6.01%	-1.30%	12.66%	14.55%
MSCI World	1.59%	5.98%	-3.32%	12.71%	14.72%

Performance Attribution & Strategy Comments

World Markets - May: Stocks rose worldwide, lifted by a rally in the energy, materials and technology sectors. Financial stocks sold off as several banks and brokers struggled to raise additional capital and as fears resurfaced about the extent of their credit exposure. Government bond yields climbed along with rising inflationary pressures. Improving credit markets triggered a rash of fund raising, with investment-grade companies selling more than $120 billion in dollar-based corporate bonds, a record for the month of May. The Japanese yen weakened against major currencies. Copper and nickel fell but most commodities rose, including crude oil and agricultural goods.

May Portfolio Attribution: An overweight and stock selection in Canada helped. Potash Corp (4.0% of the portfolio) was up 6.4%, Canadian Natural Resources (1.9%) was up 13.7%, and Suncor Energy (0.7%) gained 19.3%. Stock selection in Energy also helped. In addition to the Energy names mentioned above, Royal Dutch Shell (1.9%) was up 7.4% and Gazprom (0.8%) gained 13.6%. Stock selection in Japan hurt with Softbank (1.3%) down 11.4% and Yamada Denki (0.5%) losing 7.9%.

Rolling 3-month Attribution: Stock selection in Energy helped (i.e., Canadian Nat Res, Royal Dutch Shell) as did stock selection in the U.K. (i.e., SABMiller, Royal Dutch Shell). Stock selection in Switzerland hurt (i.e., Roche Hldgs).

Outlook and Strategy: We are turning more cautious in our economic outlook. Certain segments of the capital markets are not functioning smoothly and asset values in particular sectors have deteriorated more than expected.

Ongoing stress in the financial markets will likely weigh on economic growth across the globe. It may take some time for the financial markets and the global economy to stabilize. We believe the problems in the financial markets will ultimately be resolved. We continue to focus on companies that have the competitive strengths necessary to withstand the swings in the business cycle, and have reduced our exposure to those that are more vulnerable to a slowdown in the broader economy. We remain underweight financials, a sector that has suffered indiscriminate selling as a result of the credit squeeze. We are, however, closely monitoring this area for investment opportunities as valuations for some financial stocks are approaching attractive levels. We remain overweight materials and several managers are also finding opportunities in the technology sector.

Organizational/Personnel Changes

None.

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):				

Manager Style Summary

Capital Guardian is a "bottom-up" manager, focusing on individual security selection in light of macroeconomic factors (country, sectors, currency). Capital Guardian's investment process is unique in that it is essentially a portfolio of 10 independently managed portfolios consisting of one U.S., one North America, three non-U.S., and five global managers (one of which is the research portfolio). Portfolio manager allocations are based on portfolio management experience.

Capital Guardian Trust Company
Global Equity: Russell 3000 Benchmark

Portfolio Guideline Compliance May 2008

Portfolio Guideline:	Index	CGTC	Calc	Min	Max	Compliance
B3. Security position <= 5% of the account @ purchase						ok
B4. Number of issues		265		200	250	check
B5. Normal Country Exposures:						
United States		39%			75%	ok
Emerging Markets		5%			10%	ok
The following are limited to the larger of 25% of the total portfolio or 2 times the MSCI World benchmark weight:						
Japan	10%	14%	1.3		25%	ok
United Kingdom	10%	8%	0.8		25%	ok
Germany	4%	2%	0.4		25%	ok
France	5%	6%	1.2		25%	ok
Switzerland	3%	4%	1.2		25%	ok
The following are limited to the larger of 10% of the total portfolio or 3 times the MSCI World benchmark weight:						
Other MSCI World (incl Can)	20%	21%	1.1		10%	ok
B6. Normal International Portfolio Characteristics (MSCI EAFE)						
Capitalization (wtd avg)	62	54	87%	60%	100%	ok
Price/Earnings (trail)	12.2	14.2	116%	80%	135%	ok
Dividend Yield	3.4	2.5	73%	80%	105%	check
Price/Book Value	1.9	2.4	122%	90%	120%	check
B7. Normal U.S. Portfolio Characteristics (Russell 3000)						
Capitalization (wtd avg)	77	67	87%	40%	75%	check
Price/Earnings (trail)	16.4	17.7	108%	90%	125%	ok
Dividend Yield	1.9	1.5	78%	70%	110%	ok
Price/Book Value	2.5	2.7	107%	70%	105%	check
C1. Currency or cross-currency position <= value of hedged securities						ok
No executed forward w/o a corresponding securities position.						ok
C2. Max forward w/ counterpart <= 30% of total mv of account						ok
F2. Brokerage commissions not to exceed $0.05/share for U.S. equities						ok
F3. Annual turnover		51%			120%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B4. Number of Issues:	The portfolio holds more than one issue of some securities. Total number of ISSUERS is 255.
B6. Dividend Yield:	Through our bottom-up stock selection process, we are holding names that on average have a relatively low dividend yield.
B6. Price/Book Value:	Through our bottom-up stock selection process, we are holding names that on average have a relatively high price to book value.
B7. Capitalization (wtd avg):	Through our bottom-up stock selection process, we are holding names that on average have a relatively high market capitalization.
B7. Price/Book Value:	Through our bottom-up stock selection process, we are holding names that on average have a relatively high price to book value.

Clearwater Advisors, LLP
Mortgage TBAs: Merrill Lynch Mortgage Master Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Clearwater (CW) TBA	-0.75%	-0.22%	6.94%	4.74%	4.54%
CW TBA + CW Cash	-0.61%	0.04%	7.40%	4.94%	4.68%
Merrill Lynch Mortgage Mast	-0.51%	0.13%	7.63%	4.99%	4.65%

Performance Attribution & Strategy Comments

Short end rates continued their upward trend in May and some of the recent the yield curve steepening reversed as well. Two year swap spreads traded in a very narrow range and ended the month one basis point tighter at 81 bp. Fed funds futures show an 98% probability of holding steady through the June meeting.

April's better than expected economic reports continued through the first half of May. In this environment of indicator chaos, we feel the market will remain choppy and volatile well into the next half of the year.

The 5-10 year Treasury Index returned -1.676%. The TBA portfolio underperformed the Merrill Lynch Mortgage Master Index due to our our 2 largest positions (FNCL 5.5 and FGLMC 5.0) which were among the lower performers.

Portfolio Guideline Compliance

Portfolio Guideline:	Clearwater	Min	Max	Compliance
A1. The account shall consist solely of dollar denominated TBA mortgage securities				ok
B2a. Effective duration +/- 10% of index	3.76	3.63	◄ ML Mtge	ok
B2b. Number of securities	6	5	30	ok
Cash position covers TBA positions (in $ millions)	Cash	$ 176.3		
	TBA positions	$ 172.5		ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines			☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

There were no deviations.

Organizational/Personnel Changes

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s): N/A				

Manager Style Summary

The mortgage TBA portfolio consists of "To Be Announced" mortgage-backed securities. These are pools of mortgages which are yet to be issued and can be purchased without immediate cash payment. PERSI requires a cash balance large enough to cover all TBA positions, thus, this portfolio will tend to maintain a high cash position The "TBA + CW Cash" performance includes the excess returns over Mellon STIF generated by the Clearwater Cash portfolio.

Clearwater Advisors, LLP
Cash: 90-Day LIBOR

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Clearwater - PERSI STIF	0.33%	0.91%	4.84%	4.81%	3.52%
ML 3 Month LIBOR	0.27%	0.80%	5.15%	4.87%	3.52%

Performance Attribution & Strategy Comments

During May, 3 Month LIBOR fell 17 basis points while the yield on the 2 year treasury yield rose 39 basis points. The yield in the money fund has fallen to a market level consistent with many short-term securities reducing its attractiveness. We will take advantage of the higher yields in certain sound credits that offer good relative value at present.

Portfolio Guideline Compliance

Portfolio Guideline:	Clearwater	Min	Max	Compliance
B2a. Sector Allocations:	100%			
Treasuries	**0%**	0%	100%	**ok**
Agencies	**0%**	0%	100%	**ok**
Corporates	**17%**	0%	100%	**ok**
Mortgage Backed Securities (MBSs)	**0%**	0%	60%	**ok**
Asset Backed Securities (ABSs)	**0%**	0%	40%	**ok**
Cash	**5%**	0%	100%	**ok**
Commercial Paper	**78%**	0%	100%	**ok**
B2b. Quality: Securities must be rated investment grade by S&P or Moody's at time of purchase				**ok**
B2c. Effective Duration <=18 months	**1**		18	**ok**
B2d. Number of securities	**27**	10	50	**ok**
B3a. Allocation of corporate securities to one issuer	**5%**		5%	**check**
The portfolio is in compliance with all other aspects of the Portfolio Guidelines			☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B3a. Corporate Issuer: Withdrawals pushed fund market value lower, which pushed position concentrations higher.

Manager Style Summary

The enhanced cash portfolio was created with the expectation that the portfolio will generate returns similar to, or in slight excess of, the Mellon Short-Term Investment Fund (STIF), while providing PERSI with an increased level of transparency into the cash portfolio.

D.B. Fitzpatrick & Co., Inc. - Idaho Commercial Mortgage Portfolio
Domestic Fixed: Lehman Mortgage Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Idaho Commercial Mortgages	-1.22%	-2.06%	13.08%	6.64%	4.57%
Lehman Mortgage	-0.53%	0.13%	7.45%	4.97%	4.60%

Portfolio Summary

Market Value $ 337,277,119

Originations/Payoffs		
Month:	$	3,700,000
Year to Date:	$	21,667,322
Payoffs:	$	-

Delinquencies/REOs		$ Amt	% of Portfolio
30 days	$	-	0.00%
60 days	$	-	0.00%
90 days	$	-	0.00%
120+ days	$	-	0.00%
REOs	$	-	0.00%

Performance Attribution & Strategy Comments

During the month of May, the PERSI Commercial Mortgage Portfolio underperformed both the Lehman Mortgage and the Lehman Aggregate indices. A 30-45 basis point increase in U.S. treasury security rates during the month caused the negative return to the PERSI Commercial Mortgage Portfolio.

Over the last six months we've seen a larger number of preliminary applications for the PERSI program. In light of the current lending environment we expect to see an even larger increase. However, we still maintain the same underwriting standards as we always have and will turn down a larger number of applications than in the past.

Manager Style Summary

The Idaho Commercial Mortgage portfolio is managed by DBF and consists of directly owned Idaho commercial mortgages. DBF oversees the origination process, the monitoring of the portfolio, and services 50% of the portfolio.

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D.B. Fitzpatrick & Co., Inc. - MBS Portfolio
Domestic Fixed: Lehman Mortgage Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
DBF MBS	-0.62%	0.04%	7.26%	4.92%	4.23%
Lehman Mortgage	-0.53%	0.13%	7.45%	4.97%	4.60%

Portfolio Attributes

Characteristics	DBF	Leh Mtge
Market Value ($ m)	$170.61	N/A
Weighted Average *Effective* Duration (in years)	3.8	3.7
Weighted Average Yield (in %)	5.4%	5.4%
Weighted Average Coupon (in %)	5.5%	5.5%

Performance Attribution & Strategy Comments

The PERSI MBS portfolio trailed the Lehman Mortgage Index by 9 basis points for the month of May. This was primarily due to the fact that the PERSI portfolio does not contain an allocation to Hybrid ARMs, which outperformed strongly relative to the fixed-rate portion of the index. We are maintaining overall portfolio attributes very near those of the benchmark index and we expect performance to track the index closely over longer periods.

Interest rates have risen significantly as the prospects of higher U.S. and global inflation have become more pronounced. We expect rates across the maturity spectrum to remain on a rising trend over the next 12 months, and we expect the Fed to begin raising the overnight Fed Funds rate later this year.

Manager Style Summary

DBF's MBS (Mortgage Backed Security) portfolio is a "core" holding which attempts to generally track the returns of the Lehman Mortgage Index. Excess returns are added through security selection and interest rate bets, although such bets are expected to be limited and relatively low-risk. DBF also manages the Idaho Mortgage Program in conjunction with this portfolio -- the MBS portfolio serves as a "cash reserve" of sorts, to fund mortgages managed through the Idaho Mortgage Program. Consequently, we expect this portfolio to hold traditional MBS instruments and to maintain a reasonably healthy status, with no significant bets which could go significantly awry.

D.B. Fitzpatrick & Co., Inc. - MBS Portfolio
Domestic Fixed: Lehman Mortgage Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Leh Mtge	DBF	Min	Max	Compliance
B2. Minimum portfolio size		$171	$50		ok
B2a. Security Type:					
MORTGAGE RELATED		100%	80%	100%	ok
Generic MBSs		100%	75%	100%	ok
GNMAs		7.1%			
FNMAs		53.0%			
FHLMCs		39.7%			
CMOs		0.0%	0%	25%	ok
NON-MORTGAGE RELATED		0.0%	0%	20%	ok
Treasuries		0.0%	0%	20%	ok
Agencies		0.0%	0%	20%	ok
Cash		0.2%	0%	10%	ok
Attributes:	Leh Mtge				
Duration	3.7	3.8	1.7	5.7	ok
Coupon	5.5%	5.5%	4.5%	6.5%	ok
Quality	AAA+	AAA+	AAA		ok
B3. Individual Securities excluding Treasuries as a % of portfolio			0%	5%	ok
B4. Number of securities		42	25	50	ok
E2. Annual Turnover		17%	0%	25%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines				☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

Organizational/Personnel Changes

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):	N/A			

Donald Smith & Co., Inc.
Domestic Equity: Russell 3000 Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Donald Smith & Co.	-0.17%	2.11%	-19.77%	8.29%	n/a
Russell 3000	2.05%	6.52%	-6.61%	8.03%	n/a

Portfolio Attributes

Characteristics	**DSCO**	**RU 3000**
Mkt Value ($m)	213.30	N/A
Wtd Cap ($b)	4.02	79.60
P/E	7.07	14.80
Beta	1.12	0.98
Yield (%)	1.80	1.89
Earnings Growth		

Sector Analysis

Over-weight	**DSCO**	**RU 3000**
Financial Serv	19.50%	17.22%
Autos/Transpo	11.50%	2.74%
Utilities	12.40%	7.30%

Under-weight	**DSCO**	**RU 3000**
Healthcare	0.00%	11.52%
Technology	15.90%	13.54%
Consumer Sta	0.00%	7.03%

Performance Attribution & Strategy Comments

The account underperformed the Russell 3000 in the latest month. Rising oil prices negatively impacted the airlines, Air France and Alaska Air, as well as Dillard's (retail) and Visteon (auto parts). Top gainers were Loews, Domtar and CNA.

We continue to add to the position in Domtar, a producer of uncoated free sheet paper. The oligopolistic structure of the industry should allow for further price increases. The company will be generating a large amount of free cash flow that will initially be used for debt reduction and then for return to shareholders through a stock buyback or dividend.

The portfolio has suffered from its exposure to companies impacted by higher energy prices. We believe that we may be in a speculative blowoff phase in oil prices, and that they are likely to come down, benefitting those holdings. Even if oil prices do not decline, eventually these companies should be able to pass through the higher costs in end product prices. Those companies most sensitive to high energy prices currently sell at the lowest valuations.

At month-end, the portfolio sold at an attractive 80% of book value.

Manager Style Summary

Donald Smith & Co manages an all-cap portfolio, employing a bottom-up, deep value investment strategy. They invest in stocks with low P/B ratios and which are undervalued given their long-term earnings potential. Consequently, the portfolio will consist of securities wtih higher dividend yield and lower P/B and P/E ratios relative to the market. This is a concentrated portfolio, consisting of approximately 15-35 issues, and as a result, may experience more volatility than the market.

Donald Smith & Co., Inc.
Domestic Equity: Russell 3000 Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	DSCO	RU 3000	Calc	Min	Max	Compliance
B2. Security Market Cap (in $m) > $100 m @ purchase						ok
B3. Security Positions <= 15% @ purchase						ok
B4. Number of issues	19			15	35	ok
B5. Portfolio Characteristics						
P/B	0.80	2.57	31%	30%	100%	ok
P/E (1 Year Forward)	7.07	14.80	48%	50%	100%	check
Dividend Yield	1.80	1.89	95%	50%	150%	ok
Beta	1.12	0.98	114%	70%	130%	ok
F2. Commissions not to exceed $0.05/share; explanation required for commissions >$0.07/share						ok
F3. Annual Turnover	16%			20%	40%	check
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☑ No

Manager Explanations for Deviations from Portfolio Guidelines

B5. P/E (1 Yr Forward): Our stocks usually sell at low P/Es based on normalized earnings.

F3. Annual Turnover: As we are long-term investors, our turnovers are always on the lower end.

Organizational/Personnel Changes

None

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):				

Fidelity Investments
Global Fixed: Lehman Aggregate Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Fidelity	-0.50%	-1.17%	3.34%	3.59%	n/a
Lehman Aggregate	-0.73%	-0.60%	6.89%	4.30%	

Performance Attribution & Strategy Comments

Against a backdrop of some surprisingly strong economic data and heightened concerns over rising inflation, Treasury yields continued their upward march across the curve in May. Especially pronounced were increases along the front end of the curve, with the 2 year up 39 bps after a 69 bps rise in April, and the 5 year up 41 bps after a 55 bps jump in April. Further fueling the increase in yields at the front end of the curve was growing speculation that the Fed would begin raising the target federal funds rate toward the end of the year. Federal funds futures are priced at a better than 50% probability of a rate hike by the December Fed meeting. While significant nonetheless, increases along the back end were more modest, as the 10 year rose 33 bps while the 30 year was up 25 bps.

In a sign the economy continues to show some resilience, first quarter GDP figures were revised with a growth rate of 0.9% as opposed to the original estimate of 0.6%. The service sector also expanded at a favorable pace relative to Wall Street expectations. Measured by the Institute for Supply Management, the service sector index was 51.7 in May. Any reading above 50 indicates the service sector, which accounts for 80% of the total economy, is growing. The private sector also added 40,000 jobs in May which was well above economists' expectations of a decline of 30,000 jobs. Inflation has become a primary focus for the Federal Reserve, as Ben Bernanke stated that rate cuts had come to an end for the immediate future because of concerns over inflation.

The Lehman Brothers Aggregate Index returned -0.73% in May, as most spread sectors performed well versus their same-duration Treasuries. CMBS delivered a third straight month of impressive performance, as the credit curve flattened from investor demand for lower quality debt. Meanwhile, legislative action in Washington regarding a mortgage refinancing/overhaul plan designed to help $300 billion mortgage loans buoyed the MBS and ABS sectors. Credit also outperformed, led by Consumer Cyclicals, Basic Industries, and Communications.

The portfolio outperformed the benchmark for the month. Adding to relative performance was the portfolio's overweight position to the CMBS and ABS sectors. Also bolstering relative performance was the allocation to HYCMBS, which outperformed the Lehman Aggregate Index.

Organizational/Personnel Changes

None

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):				

Manager Style Summary

Fidelity manages a customized portfolio for PERSI, which falls outside of their traditional Core Plus product. The primary difference is the separate account structure of the 'plus' sectors, which include High Yield, Emerging Market Debt and High Yield Commercial Mortgage Backed Securities. This portfolio is expected to be more volatile than the traditional underlying product due to the tactical and concentrated nature of the 'plus' sectors.

Fidelity Investments
Global Fixed: Lehman Aggregate Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Leh Aggr	Fidelity	Min	Max	Compliance
B2a. Sector Allocations					
North America					
Governments		18%	0%	100%	ok
MBS & ABS		49%	0%	60%	ok
Investment Grade Corporates		25%	0%	100%	ok
High Yield		0%	0%	40%	ok
High Yield CMBS		4%	0%	20%	ok
Non-US					
Emerging Market Debt		0%	0%	20%	ok
Investment Grade		0%	0%	40%	ok
B2a. Quality Allocations: Below Investment Grade					
U.S.		3%	0%	50%	ok
Non-$ Denominated		0%	0%	20%	ok
B2b. Portfolio Characteristics					
Effective Duration	4.61	4.54	3.00	7.00	ok
Effective Convexity	-0.33	-0.11	-0.70	0.70	ok
Coupon	5.36	4.56	3.00	9.00	ok
Current Yield	5.26	4.55	3.00	9.00	ok
Yield to Maturity	4.93	5.86	3.00	9.00	ok
Number of holdings			150	400	
B2c. Credit Quality: Issues below Baa3 & BBB-/A2 and P2		3%	0%	50%	ok
B2d. Derivatives:					
Original futures margin & option premiums		0%	0%	5%	ok
Short options positions hedged w/cash, cash equiv, current holdings or other positions					ok
B2e. Commodities:		0%	0%	5%	ok
B3a. Allocation to securities of any corporate issuer		1%	0%	5%	ok
B3b. Foreign currency forward contracts					
i. Sector allocations above apply to currency exposure					ok
ii. Aggregate forward exposure w/any single counterpart		0%	0%	25%	ok
v. Max value of forward w/any single counterparty		0%	0%	30%	ok
E2. Annual Turnover (including mortgage rolls)		150%	150%	450%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines				☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

There were no deviations.

Fortis Investments
Global Equity: MSCI ACWI Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Fortis	2.10%				
MSCI ACWI	1.68%				

Performance Attribution & Strategy Comments

Global markets continued to rally in May led by strong performance in the technology and commodity sectors, as well as in Japan and North America where Canada was up close to 8% during the month. During the month crude oil prices rose approximately $15/bbl fuelled to continued strong demand in emerging markets and speculative activity. In Japan increased exports to emerging markets, healthy corporate balance sheets and stability in the banking sector combined with the transition from deflation to inflation helped drive investor interest.

The portfolio outperformed the benchmark led by stock selection within the energy, materials and consumer staples sectors. Our position in Peabody Energy Corp. was the largest single contributor to performance as the stock rose over 20% on continued strength in pricing trends for coal. The portfolio was also helped by overweight positions in Discovery Holding Co., Tenaris, CSN and Atlas Copco.

The environment for global equities remains difficult. Sentiment within the financials sector seems to have turned negative again amidst recent news at several US banks which underscore that the turmoil is not quite over. While US regulatory response has shown it will be as aggressive as necessary to restore confidence in the financials system, their ability to act aggressively is now more limited. Also, recent comments by Fed Chairman Bernanke seem to have shifted towards the inflationary pressures and dollar stabilization, reducing the likelihood of further rate cuts.

One of our main concerns remains the global inflationary pressures being fuelled by commodities and food prices. Within developed markets, typically 10% of family spending is on food. Within emerging markets that number is typically closer to 50% of family spending. This poses a significant problem in emerging markets as rising food prices will begin to pressure wages. In China the price of pork has risen 70% and vegetable oil by 40% since late last year. While it appeared that the trend had stabilized, recent data suggests there may be additional pressure on food prices in China. As wage pressures in emerging markets drive up production costs, global consumers are less and less likely to pay higher prices amidst an economic slowdown and increased energy and food costs. This ultimately means that margins are likely to erode more severely than most expect.

Despite the difficult environment we continue to find attractive investments across all sector and regions. Equities in general, are trading at attractive levels and while the corporate profit cycle appears to have peaked we find that investors are more willing to pay higher multiples for companies that exhibit superior and sustainable earnings growth. Additionally, companies that can finance their own growth through earnings rather than turning to the credit markets remain better positioned in the current environment.

Organizational/Personnel Changes

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):				

Manager Style Summary

Fortis is a fundamental, growth-oriented, "bottom-up" manager, who seeks to add value through individual security selection while maintaining a relatively sector/region neutral portfolio. They seek to add value by building a portfolio representing the most successful global businesses and look for companies with superior free cash flow and revenue growth. This is a concentrated portfolio, representing their best ideas and consisting of approximately 45 stocks, and as a result, may experience more volatility than the market.

Fortis Investments
Global Equity: MSCI ACWI Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Index	Fortis	Calc	Min	Max	Compliance
B3. No more than 5% of the account shall be invested @purchase in any one security						ok
B4. Number of issues		50		35	55	ok
B5. Normal Regional Exposures (relative to index levels)						
North America (US & Canada)	46%	54%		36%	56%	ok
Europe (Developed, incl UK)	29%	24%		19%	39%	ok
Japan	9%	8%		4%	14%	ok
Asia ex Japan (Developed)	5%	6%		0%	10%	ok
Emerging Markets	11%	8%		1%	21%	ok
Total		100%				
B6. Normal Global Portfolio Characteristics (relative to index)						
Capitalization	64,934	52,062	80%	50%	120%	ok
Price/Book Value	4.1	5.1	124%	100%	200%	ok
Price/Earnings (projected)	18.3	19.7	108%	100%	200%	ok
Price/Cash Flow (projected)	16.2	18.9	117%	75%	150%	ok
Dividend Yield	2.6	1.9	75%	75%	125%	ok
ROE	19.6	22.3	113%	100%	150%	ok
Sales Growth	14.4	17.5	122%	100%	200%	ok
C1. Currency or cross-currency position <= value of hedged securities						ok
No executed forward w/o a corresponding securities position.						ok
C2. Max forward w/ counterparty <= 30% of total mv of account						ok
F2. Brokerage commissions not to exceed $0.05/share for U.S. equities						ok
F3. Annual turnover		82%			200%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

Genesis Asset Managers Limited
Emerging Markets Equity: MSCI EM Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Genesis	1.52%	4.47%	14.88%	30.23%	34.12%
MSCI EM	1.88%	4.35%	22.00%	33.55%	34.39%

Country Allocation Comparison

Over-weight	**Genesis**	**EM**	**Under-weight**	**Genesis**	**EM**
South Africa	12.35%	6.56%	Brazil	7.28%	16.89%
Mexico	8.26%	4.89%	China	7.29%	13.84%
Indonesia	4.56%	1.51%	South Korea	7.54%	13.25%

Performance Attribution & Strategy Comments

The portfolio underperformed the MSCI EM index by 0.4% in May. The largest contributors to the portfolio return came from the rampant Energy sector. Lukoil (Russia) gained over 25% during the month while Tullow Oil and Sasol (South Africa) also did well. Two significant positions also posted double digit returns, Banco do Brasil and Infosys (India) but on the negative side Orascom Construction (Egypt) and Ambuja Cements (India) were notable underperformers. In relative performance terms the portfolio added most value through stock selection gains in India. Further gains were achieved from the underweight positions in two of the major Asian markets, China and Taiwan. Stock selection gains were also achieved in Turkey although these were negated by losses in Indonesia and Russia. In addition most Brazilian positions outperformed the country index but these stock gains were overshadowed by the large underweight position there. In sector terms significant gains were made in the Financials and IT sectors as a number of stocks did well but the underweight position in Energy and some underperforming Materials positions hurt the portfolio.

Over the the last 3 months, the portfolio outperformed the index by 0.1%. As for the the period of May, the largest contributors to the portfolio return were dominated by Energy stocks. Lukoil gained 52% during the 3 months, while Tullow Oil and Sasol both again featured. A further notable performer was Infosys which gained 20% during the period. The two largest detractors from the portfiolio return were both Indonesian stocks, PT Telkom and Bank Rakyat. Ambuja Cements and First Quantum Minerals also notably underperformed. Relative to the benchmark the most significant gains were made in India through good stock selection. Elsewhere value was added from stock selection in Taiwan and the underweight position in the weak Chinese market. The portfolio was hurt by the underweight position in the strong Brazilian market and the overweight position in the weak Indonesian market. Gains for the portfolio were achieved through stocks in the IT and Industrials sectors, but this was offset by losses through stock selection in the Materials sector.

Manager Style Summary

Genesis utilizes a "bottom-up" investment approach, whereby security selection is primarily based on individual stocks rather than country or regional prospects. An unusual aspect of their style is that they will limit the countries within their selection set to the World Bank list of emerging markets (based on per capita GDP), rather than the standard emerging markets indices. Thus, some of the countries within the emering markets indices (i.e. Israel), are not a major focus of Genesis. Their unique style tends to keep Genesis out of fast-growing countries included in the emerging markets indices or country or regional successes rather than individual companies (i.e. Asia). Consequently, they can have periods of underperformance when these types of countries perform well.

Genesis Asset Managers Limited
Emerging Markets Equity: MSCI EM Benchmark

Portfolio Guideline Compliance May 2008

Portfolio Guideline:	Genesis	Compliance
B2. Country allocations <=15% of value at cost		ok
B3. EAFE securities <=10% of value at cost		ok
B4. Security position <=4% of the account at purchase		ok
B5. Number of Issues > 75	102	ok
C1. Currency or cross-currency position <= value of hedged securities		ok
No executed forward w/o corresponding securities position		ok
C2. Maximum forward with counterpart <= 30% of total mv of account		ok
F2. Annual Turnover <= 100%	39%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines	☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

There were no deviations.

Organizational/Personnel Changes

None.

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):	N/A			

Mondrian Investment Partners
International Equity: MSCI EAFE Benchmark

For the month of: May 2008

Manager Performance Calculations

* *Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Mondrian	1.00%	4.06%	-2.40%	17.15%	n/a
MSCI EAFE	0.97%	3.64%	-2.53%	16.61%	19.22%

Country Allocation Comparison

Over-weight	Mondrian	EAFE	Under-weight	Mondrian	EAFE
Spain	7.62%	4.24%	Germany	5.05%	9.03%
Australia	10.11%	6.70%	Switzerland	3.14%	6.90%
France	12.70%	10.83%	Sweden	0.00%	2.39%

Performance Attribution & Strategy Comments

Investment returns were in line with the EAFE Index in May. Market contribution and currency contribution were broadly neutral over the month. The portfolio benefited from its exposure to South Africa and from positive stock selection in Japan, Australia, and Germany. This was offset by exposure to the UK banking sector.

The main highlights of the strategy being adopted for the account are:
• Overweight position in the Australasian markets
• Overweight positions in selected European markets
• Overweight positions in the telecommunications and health care sectors
• Defensive currency hedge out of sterling and the euro.

Manager Style Summary

Mondrian (formerly Delaware International) employs a top-down/bottom-up approach, with focus on security selection. The firm identifies attractive investments based on their fundamental, long-term flow of income. Dividend yield and future growth prospects are critical to the decision making process. The portfolio is expected to be fairly concentrated (40-60 securities), with a value bias. As such, we can expect the portfolio characteristics to exhibit low P/B, low P/E and high dividend yield ratios relative to the market.

Mondrian Investment Partners
International Equity: MSCI EAFE Benchmark

Portfolio Guideline Compliance May 2008

Portfolio Guideline:	Index	Mondrian	Calc	Min	Max	Compliance
B3. Security position <= 5% of the account @ purchase						ok
B4. Number of issues		53		40	60	ok
B5. Normal Regional Exposures:						ok
United Kingdom		20%		0%	45%	ok
Europe ex U.K.		40%		0%	75%	ok
Japan		19%		0%	45%	ok
Pacific ex Japan		17%		0%	40%	ok
Non-Index Countries		1%		0%	20%	ok
Cash		3%		0%	5%	ok
Total		100%				
B6. Normal Portfolio Characteristics						
Capitalization	62,216.86	71048.49	114%	25%	100%	check
Price/Book Value	1.9	1.8	95%	50%	125%	ok
Price/Earnings (Trailing)	13.1	11.9	91%	50%	100%	ok
Price/Cash Flow	8.6	6.4	74%	50%	100%	ok
Dividend Yield	3.3	4.3	130%	100%	200%	ok
C1. Currency or cross-currency position <= value of hedged securities						ok
No executed forward w/o a corresponding securities position.						ok
C2. Max forward w/ counterpart <= 30% of total mv of account						ok
F2. Annual turnover		10%			40%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B6. Capitalization: Above Capitalization limit

Organizational/Personnel Changes

None

Account Turnover

Gained:	Number of Accounts:	1	Total Market Value ($m):	$	646.0
Lost:	Number of Accounts:	0	Total Market Value ($m):		
	Reason(s):				

Mountain Pacific Investment Advisers
Domestic Equity: Russell 2500 Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Mountain Pacific	2.74%	8.95%	-1.92%	9.37%	12.45%
Russell 2500	4.48%	9.57%	-8.34%	9.09%	13.83%

Portfolio Attributes

Characteristics	**Mtn Pac**	**RU 2500**
Mkt Value ($m)	302.75	N/A
Wtd Cap ($b)	6.89	2.59
P/E	18.43	18.16
Beta	1.00	0.80
Yield (%)	0.96	1.50
Earnings Growth	17.00	19.00

Sector Analysis

Over-weight	**Mtn Pac**	**RU 2500**
Healthcare	27.23%	11.04%
Capital Goods	30.59%	20.29%
Technology	16.75%	11.24%

Under-weight	**Mtn Pac**	**RU 2500**
Consumer	5.76%	18.75%
Energy	0.00%	7.36%
Utilities	0.00%	6.26%

Performance Attribution & Strategy Comments

In May 2008, our portfolio underperformed the benchmark RU 2500 by 174 basis points due to the underperformance of our financial and health care holdings that were down 5% and up 2%, respectively. Continuing concerns about increasing loan losses led to declines in nearly all the financials this month. However, during the month, our capital goods holdings rose nearly 6% and our technology stocks advanced 4%. Donaldson Company, our largest holding at nearly 4% of our portfolio, jumped 18% during the month after the filter manufacturer reported strong quarterly earnings and raised their earnings forecast for the year. The company demonstrated strong, broad-based overseas sales growth in air intake and exhaust systems and industrial air filtration systems. MSC Industrial rose 12% for the month, as the industrial supply distributor benefited from improving industrial exports in the United States. Another strong performer, Fidelity National Information Services, advanced nearly 12% after the lending and transaction processor affirmed their earnings forecast for the year. During the month, we trimmed our positions in Donaldson Company and Westamerica Bancorp after strong recent performance. Over the past three months, our portfolio underpeformed the index due to weakness in our financial and health care holdings. We expect that the economy will continue its current path of sub-par growth for the next several quarters. We will continue to search for companies that can demonstrate consistent growth in this environment.

Manager Style Summary

Mountain Pacific manages a mid-to small-cap portfolio, employing a "GARP" (Growth At a Reasonable Price) investment strategy. Their portfolio holdings and characteristics will wander around the average stock in their benchmark, and they tend to favor companies which do not sell directly to the public and therefore, depend on sales to other businesses. Mountain Pacific runs a more concentrated portfolio than most, and as a result, their returns will diverge more dramatically from their benchmark, and sometimes for sustained periods.

Mountain Pacific Investment Advisers
Domestic Equity: Russell 2500 Benchmark

Portfolio Guideline Compliance May 2008

Portfolio Guideline:	Mtn Pac	RU 2500	Calc	Min	Max	Compliance
B2. Security Market Cap (in $m)				$100.0	$7,500.0	ok
B3. Wtd Avg Cap	7	3	266%	80%	120%	check
B4. Number of issues	54			35	55	ok
B5. Security Positions <= 4% @ purchase						ok
B6a. P/E (12-mo trail)	18.43	18.16	101%	80%	120%	ok
B6b. Beta	1.00	0.80	1.25	0.80	1.20	check
B6c. Yield	0.96	1.50	64%	80%	120%	check
B6d. Expected Earnings Growth	17.00	19.00	89%	80%	120%	ok
E2. Commissions not to exceed $0.06/share						ok
E3. Annual Turnover	17%				60%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☑ No

Manager Explanations for Deviations from Portfolio Guidelines

B3. Wtd Avg Cap: Our Wtd Avg Cap exceeds that of the benchmark due to price appreciation of securities purchased. The median cap of the portfolio is $4.55 BB.

B6c. Yield: Our yield is slightly below the guideline range but not significantly so. Most of our companies pay little in dividends, instead plow earnings back in for growth.

Organizational/Personnel Changes

None.

Account Turnover

Gained: Number of Accounts: Total Market Value ($m):

Lost: Number of Accounts: Total Market Value ($m): $ -

Reason(s): N/A

PEREGRINE CAPITAL MANAGEMENT
DOMESTIC EQUITY: RUSSELL 1000 GROWTH BENCHMARK

FOR THE MONTH OF: MAY 2008

MANAGER PERFORMANCE CALCULATIONS

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Peregrine	-0.43%	5.63%	-9.07%	4.45%	n/a
Russell 1000 Growth	3.67%	8.44%	-0.17%	8.45%	n/a

PORTFOLIO ATTRIBUTES

Characteristics	**Peregrine**	**RU 1000G**
Mkt Value ($m)	180.04	N/A
Wtd Cap ($b)	78.27	71.04
P/E	15.60	17.40
Beta	1.33	1.06
Yield (%)	1.10	1.24
Earnings Growth	24.00	21.40

Sector Analysis

Over-weight	**Peregrine**	**RU 1000G**
Financial Svcs	23.44%	8.25%
Technology	25.48%	22.24%
Other-Business	5.07%	2.18%

Under-weight	**Peregrine**	**RU 1000G**
Healthcare	12.68%	15.03%
Consumer Stapl	6.40%	7.92%
Energy	0.00%	8.71%

PERFORMANCE ATTRIBUTION & STRATEGY COMMENTS

The portfolio’s strong relative and absolute performance during April reversed in May. The portfolio lagged the S&P 500 slightly, but underperformed the Russell 1000 Growth Index by 400 basis points. With the price of oil skyrocketing nearly 19% during the month, the outcome was rather predictable. At $133 per barrel, the price of oil is up 39% year-to-date. The portfolio was certainly impacted by its lack of commodity exposure. Over the past several months, when the price of oil has been up strongly, financial and consumer stocks have usually been the main victims: May was no exception. The portfolio’s financial stocks were big winners during April, but gave back their gains in May. Goldman Sachs, AIG, and Legg Mason were hit hard during May. On the consumer side, eBay, Kohl’s, and Lowe’s gave back some of their recent gains. Technology stocks did well during the month of May, and the portfolio’s tech holdings participated. Intel, Texas Instruments, Cisco, and Linear Technology all aided monthly performance.

The dramatic commodity-based, momentum environment continues to impact the portfolio’s short-term performance. Since the commodity stocks do not meet our high quality, high growth criteria, we find ourselves at significant odds to the speculative based environment. While our benchmark’s and peer’s commodity weightings continue to rise, we are confident that sticking to our strict sustainable growth criteria will benefit our client’s portfolios over the long-term.

MANAGER STYLE SUMMARY

Peregrine manages a large cap growth equity portfolio, utilizing a "bottom up" strategy, and focusing more on the future growth prospects of a firm rather than current earnings. We can expect the portfolio to include 30-50 securities, the P/E and P/B ratios to be slightly higher than that of the market, stock volatility to be slightly higher than the market, and dividend yield to be lower than average. Their style encourages overweight positions in traditional growth sectors such as technology, retail, business services, and financial services. Due to the concentrated nature of the portfolio, it will tend to be more volatile than more diversified portfolios.

Peregrine Capital Management
Domestic Equity: Russell 1000 Growth Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	S&P 500	Peregrine	Calc	Min	Max	Compliance
B2. Security Market Cap > $1 billion						ok
B3. Security position <=5% @ purchase, excluding contributions						ok
B4. Number of issues		32		30	50	ok
B5. P/B	2.58	3.85	1.5	1.2	2.0	ok
B5. P/E (Projected)	15.20	15.60	1.0	1.0	2.0	ok
B5. Dividend Yield	2.10	1.10	0.5	0.1	0.8	ok
B5. Beta	1.00	1.33	1.3	1.10	1.35	ok
B5. Earnings Growth (5-year)		24%		11%	22%	check
F2. Commissions not to exceed $0.05/share						ok
F3. Annual Turnover		9%		15%	30%	check
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

F3. Annual Turnover: Average Annual Turnover since Growth Equity inception (01/01/83) has been less than 20%.

B5. Earnings Growth: This has been a period of above trend earnings growth. We expect the earnings growth to be in the 18% - 20% range over the next five years.

Organizational/Personnel Changes

Account Turnover

Gained: Number of Accounts: Total Market Value ($m):

Lost: Number of Accounts: Total Market Value ($m):

Reason(s):

TCW Value Opportunities
Domestic Equity: Russell Midcap Value Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
TCW	4.30%	13.19%	-5.32%	8.79%	n/a
Russell Midcap Value	3.55%	8.74%	-11.56%	9.45%	–
Russell 3000	2.05%	6.52%	-6.61%	8.03%	–

Portfolio Attributes

Characteristics	TCW	RU Mid
Mkt Value ($m)	205.05	N/A
Wtd Cap ($b)	6.31	5.60
P/E	16.23	14.09
Beta	1.01	1.00
Yield (%)	1.05	2.30
Earnings Growth	14.65	10.88

Sector Analysis

Over-weight	TCW	RU Mid
Info Tech	19.74%	5.53%
Health Care	12.09%	2.37%
Industrials	12.71%	9.21%

Under-weight	TCW	RU Mid
Utilities	0.00%	11.82%
Consumer Dis	13.93%	21.23%
Consumer Sta	1.69%	7.79%

Performance Attribution & Strategy Comments

Value Opportunities solidly outperformed the Russell Midcap Value in the month of May, continuing its string of positive returns versus the benchmark. Information Technology was the most significant contributor as backlogs have improved. Industrials continued to help performance as did Financials. Although consumer spending remains soft, Consumer Discretionary helped the fund's performance. Energy, Consumer Staples, and Health Care all modestly detracted. Themes that played out in the first quarter seem to be persisting into the second: the industrial economy continues to chug along due to strong exports and a weak dollar; energy names were buoyed by rising commodity prices and solid fundamentals; meanwhile three struggling areas of the economy (housing, the consumer, and credit) have yet to show convincing signs of improvement.

Manager Style Summary

TCW is a "bottom-up" manager, implementing a "Value Opportunities" investment strategy, which seeks to add value by investing in small- and medium-capitalization companies that are currently undervalued. The key to their strategy is to identify the basis for the undervaluation and the related catalyst which will result in a realization of true company value. The portfolio will tend to hold a minimum of 45 securities and exhibit low P/E and P/B ratios.

TCW Value Opportunities
Domestic Equity: Russell Midcap Value Benchmark

Portfolio Guideline Compliance May 2008

Portfolio Guideline:	TCW	RU Mid	Min	Max	Compliance
B2. Security Market Cap (in $m) > $100 m @ purchase					ok
B3. Security Positions <= 20% @ purchase					ok
B4. Number of issues	54		45	200	ok
B5. Portfolio Characteristics					
Capitalization (in $B)	6.3		$1.0	$4.5	check
P/B	2.41	1.78	1.8	3.3	ok
P/E (IBES Projected)	16.23	14.09	9.1	26.0	ok
Dividend Yield	1.05	2.30	0.6	1.3	ok
Earnings Growth	14.65	10.88	3.9	15.7	ok
F2. Commissions not to exceed $0.05/share (or semi-annual explanation required)					ok
F3. Annual Turnover	108%			140%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines				☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B5. Capitalization: Typically TCW Value Opportunities runs a bit higher due to some larger capitalization companies.

T/O computation not relevant since portfolio commenced 6/07/04.

Organizational/Personnel Changes

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($m):	$	-
	Reason(s):				

Tukman Capital Management, Inc.
Domestic Equity: S&P 500 Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Tukman	-1.14%	3.13%	-6.31%	4.72%	4.95%
S&P 500	1.30%	5.77%	-3.80%	7.57%	9.78%

Portfolio Attributes

Characteristics	**Tukman**	**S&P 500**
Mkt Value ($m)	318.59	N/A
Wtd Cap ($b)	155.60	100.26
P/E	15.00	16.00
Beta	0.80	1.00
Yield (%)	1.91	2.07
Earnings Growth	11.40	12.10

Sector Analysis

Over-weight	**Tukman**	**S&P 500**
Consumer Stapl	31.10%	8.01%
Financial Servi	14.70%	17.94%
Other	10.02%	4.33%

Under-weight	**Tukman**	**S&P 500**
Energy	0.00%	13.96%
Utilities	0.00%	7.49%
Healthcare	7.38%	11.60%

Performance Attribution & Strategy Comments

The TCGM portfolio lagged the S&P 500 Index during May and for the last three months. The top performing stocks for the month were Anheuser Busch (BUD), IBM, and Walt Disney. InBev, the world's second-biggest brewer, is weighing a bid for Anheuser Busch resulting in BUD to be our top performing stock during May and the last three months. IBM, which announced a 36% increase in profits due to strong revenues from global technology services and consulting, was our second best performing stock for the month and the quarter. Disney announced a 22% increase in profits on strong results in nearly every division and increased attendance at theme parks.

The bottom performing stocks for the month were American International Group, Goldman Sachs, and Wells Fargo. AIG announced a major decline in profits for the quarter due to a $15 billion write-down on derivatives exposed to bad mortgage investments. The company also raised $20 billion in additional capital in May. Goldman Sachs and Wells Fargo, although some of the strongest companies in the investment banking and banking industries, suffered price declines along with their peers due to the industry’s mortgage and derivative problems.

We sold shares of Anheuser Busch on price strength caused by the anticipation of a take-over by InBev and used the proceeds to purchase additional shares of Lowe Companies at very favorable valuation levels.

Manager Style Summary

Tukman's investment strategy is "Concentrated Quality GARP" (Growth At a Reasonable Price), whereby the portfolio is a concentrated mix of about 10-20 large capitalization stocks of quality companies who are leaders in their sectors, have demonstrated consistent earnings growth, have clear prospects for future earnings growth, and trade at values at or slightly below the average S&P 500 company. This style is similar to that of Warren Buffet. Due to the portfolio concentration, it tends to be more volatile than other widely diversified portfolios. Consequently, they can lag significantly behind their benchmark for a period of time, then rapidly make up the difference and/or outperform relative to their benchmark.

Tukman Capital Management, Inc.
Domestic Equity: S&P 500 Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	S&P 500	Tukman	Calc	Min	Max	Compliance
B2. Security Market Cap (in $m)						ok
B3. Wtd Avg Cap > $10 billion						ok
B4. Number of issues		16		10	20	ok
B5. Security Positions <= 15% @ purchase						ok
B6a. P/E (projected)	16.00	15.00	1.1	0.8	1.3	ok
B6b. Beta	1.00	0.80	1.3	0.8	1.3	ok
B6c. Yield	2.10	2.10	100%	50%	150%	ok
B6d. Expected Earnings Growth	12.10	11.40	1.1	0.7	1.3	ok
E2. Commissions not to exceed $0.05/share						ok
E3. Annual Turnover		15%		5%	45%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines					☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

There were no deviations.

Organizational/Personnel Changes

None

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($m):	$	-
Lost:	Number of Accounts:	2	Total Market Value ($m):	$	68.2
	Reason(s):	Performance related.			

Western Asset Management- US TIPS Full Discretion
Domestic Fixed: Lehman TIPS Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Western TIPS	-0.04%	-2.05%	12.80%	n/a	n/a
Lehman TIPS	0.33%	-1.85%	13.18%	n/a	n/a

Performance Attribution & Strategy Comments

Market Review—May 2008

Market sentiment continued to improve during the month. Inflation concerns and unexpectedly stronger economic data provided signs of a possible end to current economic woes. The TED spread, a measure of systemic lending risk, decreased 67 bps to 80 bps, which signaled growing confidence in the financial markets. The overall downturn in the housing market paused in April as existing home sales declined by 1.0% but new home sales grew 3.3%. However the Case-Shiller Index continued to show a dramatic 14% yearly drop in home prices in March. In April, core CPI inflation was steady at 2.3% while the headline measure was at 3.9%. GDP growth remained at 2.5%, the unemployment rate stayed at 5.0% and initial jobless claims dropped 25,000 to 357,000 in May. Commodity prices increased, led by oil, which rose to a recent all-time high of $127 per barrel by month-end. Equity markets were mixed. The S&P 500 gained over 1.0% but the Dow lost 1.0%. Equity volatility as measured by the VIX Index decreased. The U.S. dollar was stronger against most currencies, while international equity performance was varied. Treasuries sold off as investors were worried about inflation and possible Fed tightening. Corporate bond spreads narrowed on decreasing credit risk. Mortgage-backed securities outperformed comparable Treasuries for the third consecutive month. The Federal Reserve kept rates unchanged and indicated that there are no further cuts on the horizon. Based on the latest data, economists believe that the economy will register slight positive growth and the effects of the housing slump will moderate current inflation pressures.
The Barclays TIPS Index generated a total monthly return of +0.18%, outperforming its nominal counterpart by 1.76%. CPI accretion was strong, which offset the effects of a Treasury sell-off during the month.

Manager Style Summary

Western manages a Core Plus account in addition to this TIPS mandate. This is an expansion of our existing SSgA TIPS (Treasury Inflation Protected Securities) allocation in that this portfolio will be actively managed and will not employ a buy and hold strategy however, it will be more limited than what was our Bridgewater global TIPS portfolio. Western is limited to hold no more than 20% of the portfolio in non-inflation-linked bonds, but does have the latitude to hold foreign, non-dollar denominated securities, take currency positions, and enter into futures, options and swaps contracts, provided our daily pricing requirements are met..

Western Asset Management- US TIPS Full Discretion
Domestic Fixed: Lehman TIPS Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Lehman TIPS	Western	Min	Max	Compliance
C2. Weighted average duration including futures	7.78		5.45	10.11	ok
Weighted average duration with options			6.22	9.34	ok
C3. Credit Quality					
(1) Rated securities: % invested in investment grade			80%	100%	ok
C4. Diversification					
(2a) Sector: % invested in IPS and/or floating rate securities			80%	100%	ok
(2b) Sector: % invested in US TIPS and/or floating rate securities			80%	100%	ok
(2c) Sector: % invested in non-IL bonds and MBS			0%	20%	ok
(2d) Sector: % invested in extended sectors including emg mkts			0%	20%	ok
Max invested in any one of the extended sectors					check
(2e) Sector: % invested in un-hedged non-dollar exposure			0%	15%	ok
(3a) Issuer: Limit of obligations of non-benchmark issuers			0%	5%	ok
(4) Credit: % invested in issues rated below Baa3 or BBB- / A2 or P2			0%	20%	ok
(5) Derivatives: % invested in orig futures margin & option prem			0%	5%	ok
Max net credit derivative exposure (as % of mkt value)			0%	40%	ok
F2. Annual Turnover		29%	150%	250%	check
The portfolio is in compliance with all other aspects of the Portfolio Guidelines				☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

There were no deviations.

Organizational/Personnel Changes

Account Turnover

Gained: Number of Accounts: Total Market Value ($m)

Lost: Number of Accounts: Total Market Value ($m)

Reason(s):

Western Asset Management- Core Full Discretion
Global Fixed: Lehman Aggregate Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Western	-0.89%	-1.89%	1.25%	3.37%	n/a
Lehman Aggregate	-0.73%	-0.60%	6.89%	4.30%	n/a

Performance Attribution & Strategy Comments

Performance Attribution—May

Our strategies produced mixed results. Credit spreads continued to contract but unexpectedly strong economic data and rising inflation concerns drove a sell-off in the Treasury market. An overweight exposure to mortgage-backed securities contributed to returns on the margin. The sector had its third consecutive month of positive excess returns on strong carry and declining implied volatility. Issue selection was also a positive as non-agency structured products did well; the market remained constructive and lower-rated issues outperformed. Stock market volatility fell and risk appetite continued to increase, helping spreads narrow on lower-quality corporate bonds and high-yield debt. A moderate allocation to these higher yielding issues, with an emphasis on financials, also added to returns. International developed and emerging market bonds generated positive excess returns for the month. Brazil was upgraded to investment grade, making it eligible for entry into the Lehman Aggregate Bond Index. Its currency appreciated dramatically following the news. A tactically long duration strategy, with a concentration on short-dated yields, detracted heavily from returns as rates rose and the curve flattened. A modest TIPS exposure had a positive impact on strong CPI accretion and rising inflation premiums.

Outlook and Strategy - The financial system has steadily improved its functionality over the past two and a half months, and fundamental analysis is no longer being crowded out by the liquidity concerns of leveraged banking intermediaries. The clean-up process will be lengthy and it will be some time before the rational pricing of risk is fully restored. It is too early to declare victory, but the Fed's extraordinary operating facilities seem to have been effective at preventing "fire sales", where borrowers are forced to sell sound assets into an illiquid market in a desperate attempt to avoid default on their own short-dated paper. Chairman Bernanke announced as recently as a few weeks ago that the Fed stands ready to increase the size of liquidity provisions and ensure that term funding remains available until the private sector can once again provide term funding itself. In our opinion, many asset prices remain well below their fundamental value as a result of both these fire sales and the ongoing efforts of banks to recapitalize. But we look for prices to gradually trend higher as loans are paid back at par and investors have sufficient time to thoroughly assess some of the more complex, credit-enhanced structured deals. We dug a deep hole for ourselves by not anticipating the degree to which the entire financial superstructure would collapse, and we certainly do not expect to recover all our losses in the next few months. But we are increasingly confident in our ability to outperform the market in the next few years as coupon payments continue to be made and many of the non-agency issues that have been marked-to-market based on fire-sale pricing continue to mature at par. Although the return of liquidity should have the largest impact on fixed-income pricing, our view that most spread sectors remain undervalued also relies on the assumption that the U.S. economy will not enter a deep recession within the next year. Labor productivity is strong which is unusual for this stage of the business cycle, suggesting companies will not have to undergo massive layoffs to restore their profit margins. The unemployment rate, still at a mere 5%, has historically been the best indicator of household spending. Most importantly, we believe the substantial drag from the homebuilding sector will begin to dissipate in the second half of the year. This relatively small part of the economy has reduced headline GDP by a full 1% in the past year. We cannot write off the possibility of recession for the overall economy just yet, but we would expect any recession to be increasingly shallow the longer growth remains sluggish but in positive territory, and continues to work off previous excesses.

Manager Style Summary

Western manages a customized portfolio for PERSI, which falls outside of their traditional product offerings. While the product is called, "Core Full Discretion" (one of their traditional products), Western has the flexibility to invest in global inflation-linked bonds and to take bigger bets where they see the opportunity. As such, this portfolio is more volatile than the traditional underlying product. This global mandate allows Western to hold foreign, non-dollar denominated securities, take currency positions, and enter into futures, options and swaps contracts.

Western Asset Management- Core Full Discretion
Global Fixed: Lehman Aggregate Benchmark

Portfolio Guideline Compliance

May 2008

Portfolio Guideline:	Western	Min	Max	Compliance
C. Weighted average duration including futures positions	5.58	-30.00	30.00	ok
C4 (2): Sector Allocation				
a. Non-dollar denominated securities		0%	40%	ok
Un-hedged non-dollar denominated securities		0%	20%	ok
b. U.S. securities rated below investment grade (BIG)		0%	40%	ok
c. Non-dollar, Non-U.S. securities rated BIG		0%	20%	ok
d. Non-dollar denominated+emerging mkt+high yield		0%	50%	ok
C4 (3): Issuer				
a. Guaranteed by US gov, agencies, gov-sponsored corp or G-7		0%	100%	ok
b. Other national governments - limit per issuer		0%	10%	ok
c. Private MBS/ABS - limit per issuer		0%	10%	ok
If collateral is credit-independent of issuer & security's credit enhancement is generated internally - limit per issuer		0%	25%	ok
d. Obligations of other issuers subject to per issuer limit		0%	5%	ok
C4 (5): Credit				
No more than 40% of portfolio below Baa3 or BBB-/A2 or P2		0%	40%	ok
C4 (7): Derivatives				
Original futures margin and options premiums, exclusive of any in-the-money portion of the premiums		0%	5%	ok
F2. Annual Turnover	4%	100%	200%	check
The portfolio is in compliance with all other aspects of the Portfolio Guidelines			☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

percentages are based off market values that have not yet been reconciled

Organizational/Personnel Changes

Account Turnover

Gained:	Number of Accounts:	Total Market Value ($m):
Lost:	Number of Accounts:	Total Market Value ($m):
	Reason(s):	

Zesiger Capital Group LLC
Global Equity: Russell 3000 Benchmark

For the month of: May 2008

Manager Performance Calculations

** Annualized returns*

	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Zesiger Total	-1.52%	-7.94%	-3.22%	22.50%	19.83%
Zesiger Private	1.24%	-8.03%	5.73%	16.37%	6.50%
Zesiger Public	-1.66%	-7.94%	-3.72%	22.47%	20.46%
MSCI ACWI	1.68%	5.89%	-0.93%	14.42%	16.08%
Russell 3000	2.05%	6.52%	-6.61%	8.03%	10.55%

Performance Attribution & Strategy Comments

The portfolio continued to underperform both benchmarks.

Domestic and international holdings were about equal contributors to this underperformance. Indian securities continued to trade down on inflationary fears and political turmoil. These two issues will most likely persist until the conclusion of national elections by next spring at the latest. The Communist Party, part of the current coalition government being lead by the Congress Party, will be fanning its socialist agenda even though it will want to stop short of causing the fall of the government and the emergence of the BJP Party. Indian politics is a loud, verbal sport that will fan already jittery markets. Despite this noise in the short term, the government and the central bank seem to be acting responsibly albeit slowly. Interest rates have been marked up and liquidity withdrawn to cool down inflationary expectations. These actions, coupled with the rupee's decline due to high oil prices, are the cause of the decline in May of the State Bank of India, the largest Indian bank. The government is dealing with the increases in the price of oil by proposing an amalgam of price increases and tax decreases. At this point we are not seeing any significant decline in infrastructure spending, one of our principal areas of focus in India. To the contrary, Larsen & Toubro's recent results include a two-year pipeline of orders and guidance for continued strong growth.

The principal laggard in the domestic sector was one of the portfolio's overweighted holdings, Uranium Resources. This company stumbled in raising new funds for expansion in its Texas mining operations, causing an unncessarily large decline of its stock. The good news is that the money raised will be accretive to current production in Texas, giving the company revenue and earnings while it works through the development of the only uranium mill in New Mexico. The second largest laggard was AIG after announcement of a further and surprising write-off and a new larger than announced financing. Several additional companies were dragged down by fears that rising oil prices would increase input costs of natural gas and other energy in manufacturing, thereby reducing margins [Libbey and Cooper Tire].

Main contributors to the portfolio during May were principally energy-related. The leaders were Petroleo Brasileiro in Brazil and Perusahaan Gas Negara in Indonesia and a large group of domestic companies including Matrix Service, Global Power Equipment Group, Willbros and Helix Energy. Allocations to healthcare in Thailand [Bumrungrad Hospital and Bangkok Dusit Medical Services] and recession-resistant companies in China [China Water and Beauty China] were also positive contributors to performance.

Performance for the three prior months continues to mirror that for the month. What worked so profitably for the portfolio over the last number of years is providing the current drag on results. Given the large relative growth advantage that we perceive remains in selected Asian markets, including India, our strategy remains the same. While we are watchful of government responses, or non-responses, to inflationary issues and of specific company fundamentals and performance in this more difficult environment, we see no reason at this time to change our strategy.

Manager Style Summary

Zesiger's unique mandate is best described as an "absolute total return" strategy: they are allowed to invest in any publicly traded equity or debt instrument (excluding derivates) and private equity (which is also tracked by Hamilton Lane). Zesiger's style entails more of a long-term trend and growth orientation, which favors small growth stocks (particularly bio-tech), emerging markets and private equity -- this implies high volatility. Judgements regarding Zesiger's performance should entail a long-term (at least 5 yrs) perspective, given their style. Portfolio characteristics will tend to be growth-oriented, with a tendency for country allocations to be in less-developed countries. Zesiger will not track any particular index well.

Zesiger Capital Group LLC
Global Equity: Russell 3000 Benchmark

Portfolio Guideline Compliance — May 2008

Portfolio Guideline:	Zesiger	Min	Max	Compliance
B3. Security position <= 5% of the account @ purchase				ok
B4. Number of issues	75	60	160	ok
B5. Normal Country Exposures:				
United States & Canada	44%	30%	100%	ok
Americas ex U.S.	8%	0%	25%	ok
United Kingdom	2%	0%	25%	ok
Europe ex U.K.	1%	0%	40%	ok
Japan	1%	0%	45%	ok
Asia Pacific ex Japan	33%	0%	50%	ok
Non-Index Countries	1%	0%	15%	ok
Cash & Hedges	10%			
Total	100%	(does not have to add up to 100%)		
C1. Currency or cross-currency position <= value of hedged securities				ok
No executed forward w/o corresponding securities position				ok
C2. Maximum forward with counterpart <= 30% of total mv of account				ok
F2. Brokerage commissions not to exceed $0.06/share				ok
F3. Annual Turnover	41%		100%	ok
The portfolio is in compliance with all other aspects of the Portfolio Guidelines			☑ Yes	☐ No

Manager Explanations for Deviations from Portfolio Guidelines

B4. Number of Issues:

Organizational/Personnel Changes

none

Account Turnover

Gained:	Number of Accounts:	0	Total Market Value ($):	$	-
Lost:	Number of Accounts:	0	Total Market Value ($):	$	-
	Reason(s):				

PERSI RETURNS
May 31, 2008

	Month Ending	Quarter Ending	Fiscal Year Ending	Cal Year Ending	1 Year Ending	2 Years Ending	3 Years Ending	4 Years Ending	5 Years Ending	7 Years Ending	10 Years Ending
TOTAL ACCOUNT	0.9%	3.2%	1.2%	-1.2%	1.0%	10.3%	11.3%	11.4%	12.5%	7.8%	7.6%
55-15-30 Policy (No Rebalance)	*1.1%*	*4.3%*	*-0.8%*	*-1.7%*	*-1.9%*	*7.6%*	*8.3%*	*8.6%*	*9.9%*	*5.5%*	*5.4%*
US EQUITY	1.6%	6.5%	-1.9%	-0.3%	-3.1%	8.6%	9.9%	10.3%	12.0%	5.7%	5.9%
R3000	*2.0%*	*6.5%*	*-4.8%*	*-3.0%*	*-6.6%*	*7.0%*	*8.0%*	*8.4%*	*10.6%*	*4.2%*	*4.8%*
GLOBAL EQUITY	0.7%	2.4%	-4.1%	-5.6%	-3.8%	11.5%	15.6%	14.5%	17.2%	9.3%	9.8%
MSCI World	*1.6%*	*6.1%*	*-2.4%*	*-2.5%*	*-3.2%*	*10.1%*	*12.8%*	*12.6%*	*14.8%*	*6.8%*	*5.8%*
INTERNATIONAL	1.8%	5.5%	4.1%	-0.9%	5.6%	18.0%	22.0%	21.3%	23.4%	12.4%	9.4%
MSCI EAFE	*1.2%*	*5.7%*	*-2.2%*	*-2.6%*	*-2.0%*	*11.7%*	*17.1%*	*16.6%*	*19.8%*	*10.1%*	*7.2%*
FIXED INCOME	-0.5%	-1.6%	9.2%	1.5%	8.9%	7.5%	4.7%	5.6%	4.5%	6.3%	6.5%
Lehman Aggregate	*-0.7%*	*-0.6%*	*7.2%*	*1.2%*	*6.9%*	*6.8%*	*4.3%*	*4.9%*	*3.8%*	*5.5%*	*5.8%*
US EQUITY											
Mellon R3000 Index	2.0%	6.5%	-5.5%	-3.7%	-7.1%	6.4%	7.7%	8.1%	10.4%	4.0%	4.6%
Russell 3000	*2.0%*	*6.5%*	*-4.8%*	*-3.0%*	*-6.6%*	*7.0%*	*8.0%*	*8.4%*	*10.6%*	*4.2%*	*4.8%*
Tukman	-1.1%	3.1%	-4.2%	-4.8%	-6.3%	5.8%	4.7%	2.7%	4.9%	2.4%	4.9%
S&P 500	*1.3%*	*5.8%*	*-5.1%*	*-3.8%*	*-6.7%*	*7.0%*	*7.6%*	*7.7%*	*9.8%*	*3.4%*	*4.2%*
Peregrine	-0.4%	5.6%	-7.5%	-8.4%	-9.0%	3.9%	4.4%				
S&P 500 Growth	*2.4%*	*8.0%*	*0.7%*	*-2.3%*	*-1.1%*	*9.3%*	*6.9%*	*6.0%*	*7.9%*	*1.1%*	*2.7%*
Mountain Pacific	2.8%	9.0%	-1.4%	0.6%	-1.9%	8.1%	9.4%	9.9%	12.4%	8.5%	7.8%
S&P 400	*5.3%*	*12.2%*	*-0.3%*	*3.4%*	*-2.5%*	*8.7%*	*10.9%*	*11.7%*	*14.6%*	*9.1%*	*10.7%*
TCW Domestic	4.3%	13.2%	-4.3%	5.5%	-5.3%	5.8%	8.8%	8.0%			
S&P 400	*5.3%*	*12.2%*	*-0.3%*	*3.4%*	*-2.5%*	*8.7%*	*10.9%*	*11.7%*	*14.6%*	*9.1%*	*10.7%*
Donald Smith	-0.2%	2.0%	-19.6%	-9.0%	-19.8%	3.0%	8.3%	9.2%			
R3000	*2.0%*	*6.5%*	*-4.8%*	*-3.0%*	*-6.6%*	*7.0%*	*8.0%*	*8.4%*	*10.6%*	*4.2%*	*4.8%*

GLOBAL EQUITY

	Month Ending	Quarter Ending	Fiscal Year	Cal Year Ending	1 Year Ending	2 Years Ending	3 Years Ending	4 Years Ending	5 Years Ending	7 Years Ending	10 Years Ending
Barings Global	2.0%	5.0%	7.7%	-0.1%	8.3%	16.8%	17.7%	15.0%	16.5%	7.8%	5.1%
MSCI World	*1.6%*	*6.1%*	*-2.4%*	*-2.5%*	*-3.2%*	*10.1%*	*12.8%*	*12.6%*	*14.8%*	*6.8%*	*5.8%*
Bernstein Global	0.8%	5.7%	-8.5%	-3.5%	-8.3%	7.8%	14.2%	14.7%			
MSCI World	*1.6%*	*6.1%*	*-2.4%*	*-2.5%*	*-3.2%*	*10.1%*	*12.8%*	*12.6%*	*14.8%*	*6.8%*	*5.8%*
Brandes	-0.1%	4.0%	-12.7%	-6.0%	-12.8%	7.4%	10.8%	11.3%	16.1%	9.0%	11.8%
MSCI World	*1.6%*	*6.1%*	*-2.4%*	*-2.5%*	*-3.2%*	*10.1%*	*12.8%*	*12.6%*	*14.8%*	*6.8%*	*5.8%*
Capital Guardian	2.2%	6.0%	-1.3%	-1.1%	-1.4%	8.9%	12.5%	11.4%	14.5%		
MSCI World	*1.6%*	*6.1%*	*-2.4%*	*-2.5%*	*-3.2%*	*10.1%*	*12.8%*	*12.6%*	*14.8%*	*6.8%*	*5.8%*
Zesiger	-1.4%	-8.0%	-5.4%	-15.9%	-3.9%	14.7%	22.5%	19.7%	20.6%	13.4%	14.8%
MSCI World	*1.6%*	*6.1%*	*-2.4%*	*-2.5%*	*-3.2%*	*10.1%*	*12.8%*	*12.6%*	*14.8%*	*6.8%*	*5.8%*

INTERNATIONAL EQUITY

MCM EAFE Index	1.1%	5.6%	-2.2%	-2.7%	-2.3%	11.0%	16.5%	16.1%	19.0%	9.7%	6.7%
MSCI EAFE	*1.2%*	*5.7%*	*-2.2%*	*-2.6%*	*-2.0%*	*11.7%*	*17.1%*	*16.6%*	*19.8%*	*10.1%*	*7.2%*
Mondrian	1.2%	4.0%	-2.5%	-4.2%	-2.5%	12.9%	17.1%	18.1%			
MSCI EAFE	*1.2%*	*5.7%*	*-2.2%*	*-2.6%*	*-2.0%*	*11.7%*	*17.1%*	*16.6%*	*19.8%*	*10.1%*	*7.2%*
Genesis Emg.	1.6%	4.4%	11.5%	0.9%	14.6%	26.0%	30.2%	32.0%	34.1%	25.5%	17.1%
MSCI Emerging Mkt	*1.9%*	*4.3%*	*16.5%*	*-1.9%*	*22.0%*	*30.0%*	*33.6%*	*32.9%*	*34.4%*	*23.6%*	*15.4%*
Bernstein Emg.	3.4%	7.7%	13.3%	2.8%	17.1%	28.2%	31.5%	35.0%			
MSCI Emerging Mkt	*1.9%*	*4.3%*	*16.5%*	*-1.9%*	*22.0%*	*30.0%*	*33.6%*	*32.9%*	*34.4%*	*23.6%*	*15.4%*
PERSI Emerging Mkt	2.5%	6.0%	12.4%	1.9%	15.8%	27.1%	30.9%	33.4%	35.0%	24.5%	15.9%
MSCI Emerging Mkt	*1.9%*	*4.3%*	*16.5%*	*-1.9%*	*22.0%*	*30.0%*	*33.6%*	*32.9%*	*34.4%*	*23.6%*	*15.4%*

FIXED INCOME

	Month Ending	Quarter Ending	Fiscal Year	Cal Year Ending	1 Year Ending	2 Years Ending	3 Years Ending	4 Years Ending	5 Years Ending	7 Years Ending	10 Years Ending
State Street Index	-1.1%	-1.7%	7.1%	0.8%	6.9%	6.7%	4.0%	4.8%	3.5%	5.5%	5.8%
Lehman Gov/Credit	*-1.0%*	*-1.6%*	*7.1%*	*0.9%*	*6.9%*	*6.7%*	*4.0%*	*4.8%*	*3.5%*	*5.6%*	*5.8%*
Barings	-0.6%	-0.4%	9.1%	1.7%	8.9%	8.2%	5.3%	5.8%	5.0%	6.2%	6.1%
Lehman Aggregate	*-0.7%*	*-0.6%*	*7.2%*	*1.2%*	*6.9%*	*6.8%*	*4.3%*	*4.9%*	*3.8%*	*5.5%*	*5.8%*
Fidelity	-0.6%	-0.7%	4.2%	-0.1%	4.4%	5.3%	3.7%				
Lehman Aggregate	*-0.7%*	*-0.6%*	*7.2%*	*1.2%*	*6.9%*	*6.8%*	*4.3%*	*4.9%*	*3.8%*	*5.5%*	*5.8%*
Western	-1.3%	-2.5%	2.3%	-1.6%	1.5%	5.1%	3.6%				
Lehman Aggregate	*-0.7%*	*-0.6%*	*7.2%*	*1.2%*	*6.9%*	*6.8%*	*4.3%*	*4.9%*	*3.8%*	*5.5%*	*5.8%*
Clearwater MBS	-0.6%	0.0%	7.4%	1.7%	6.8%	6.9%	4.7%	5.3%	4.6%		
Lehman Mortgage	*-0.5%*	*0.1%*	*7.9%*	*2.0%*	*7.4%*	*7.2%*	*5.0%*	*5.4%*	*4.6%*	*5.4%*	*5.8%*
DBF MBS	-0.6%	0.0%	7.7%	1.9%	7.3%	7.1%	4.9%	5.1%	4.2%	5.4%	5.7%
Lehman Mortgage	*-0.5%*	*0.1%*	*7.9%*	*2.0%*	*7.4%*	*7.2%*	*5.0%*	*5.4%*	*4.6%*	*5.4%*	*5.8%*
Idaho Mortgages	-1.2%	-1.9%	13.0%	2.8%	13.2%	10.6%	6.7%	6.9%	4.7%	6.9%	7.2%
Lehman Mortgage	*-0.5%*	*0.1%*	*7.9%*	*2.0%*	*7.4%*	*7.2%*	*5.0%*	*5.4%*	*4.6%*	*5.4%*	*5.8%*
TIPS	0.2%	-2.3%	12.6%	2.1%	12.1%	8.2%	4.6%	6.2%	5.5%	7.8%	
Lehman TIPS	*0.3%*	*-1.8%*	*13.3%*	*3.3%*	*13.2%*	*8.7%*	*5.2%*	*6.1%*	*5.4%*	*7.4%*	
Western - TIPS	0.1%	-2.1%	13.0%	3.1%	12.9%						
Lehman TIPS	*0.3%*	*-1.8%*	*0.0%*	*3.3%*	*13.2%*	*8.7%*	*5.2%*	*6.1%*	*5.4%*	*7.4%*	

REAL ESTATE

	Month Ending	Quarter Ending	Fiscal Year	Cal Year Ending	1 Year Ending	2 Years Ending	3 Years Ending	4 Years Ending	5 Years Ending	7 Years Ending	10 Years Ending
PERSI Real Estate	4.2%	8.3%	2.2%	7.4%	1.2%	11.8%	15.1%	18.9%	20.2%	18.4%	17.0%
NCREIF	*0.5%*	*2.1%*	*13.0%*	*4.3%*	*14.3%*	*15.5%*	*17.0%*	*16.5%*	*15.1%*	*12.7%*	*12.7%*
Adelante	1.2%	13.0%	-10.0%	9.5%	-17.4%	3.7%	10.4%	16.3%	18.6%	17.5%	15.6%
S&P REIT	*0.7%*	*12.9%*	*-4.7%*	*7.6%*	*-13.7%*	*6.0%*	*10.0%*	*14.7%*	*16.8%*	*15.6%*	*11.5%*
Koll	6.7%	6.7%	10.1%	6.7%	14.1%	11.9%	8.5%	7.8%			
NCREIF	*0.5%*	*2.1%*	*13.0%*	*4.3%*	*14.3%*	*15.5%*	*17.0%*	*16.5%*	*15.1%*	*12.7%*	*12.7%*
Prudential		0.7%	13.9%	2.7%	13.9%	15.1%	18.0%	17.4%	16.1%	14.8%	13.5%
NCREIF	*0.5%*	*2.1%*	*13.0%*	*4.3%*	*14.3%*	*15.5%*	*17.0%*	*16.5%*	*15.1%*	*12.7%*	*12.7%*
Olympic	7.9%	9.4%	9.2%	9.4%	20.4%	13.4%					
NCREIF	*0.5%*	*2.1%*	*13.0%*	*4.3%*	*14.3%*	*15.5%*	*17.0%*	*16.5%*	*15.1%*	*12.7%*	*12.7%*

PRIVATE EQUITY

(Time weighted)

	Month Ending	Quarter Ending	Fiscal Year Ending	Cal Year Ending	1 Year Ending	2 Years Ending	3 Years Ending	4 Years Ending	5 Years Ending	7 Years Ending	10 Years Ending
PERSI Private Equity	-0.5%	5.1%	16.7%	6.5%	17.3%	18.7%	19.2%	21.7%	19.9%	9.4%	6.1%
R3000	*2.0%*	*6.5%*	*-4.8%*	*-3.0%*	*-6.6%*	*7.0%*	*8.0%*	*8.4%*	*10.6%*	*4.2%*	*4.8%*
IdaWest			17.1%		17.1%	18.8%	33.4%	40.0%	31.7%	27.4%	25.8%
Galen	-4.1%	2.8%	16.5%	2.6%	16.5%	26.5%	13.7%	8.9%	11.7%	8.0%	5.6%
Furman Selz		1.5%	76.4%	1.5%	76.4%	50.6%	51.3%	66.3%	57.9%	35.5%	24.5%
Harvest Ptnrs	3.7%	3.7%	-68.0%	3.7%	-68.0%	-66.5%	-58.3%	-45.0%	-40.1%	-31.0%	-23.1%
Kohlberg & Co.		13.1%	27.2%	13.1%	24.9%	14.7%	-5.6%				
Providence		19.0%	25.5%	18.8%	27.3%	22.2%	28.8%	47.3%	50.7%	22.2%	
Chisolm		2.2%	4.9%	1.6%	7.2%	23.0%	22.0%	17.5%	12.4%	-3.0%	
Littlejohn	0.0%	-0.4%	-19.3%	-0.6%	-19.3%	26.4%	17.1%	43.1%	31.1%	13.5%	
Oaktree		-0.1%	10.3%	-0.1%	10.3%	90.8%	53.3%	44.5%	43.8%	27.3%	
Goense Bounds	1.1%	6.0%	10.6%	6.0%	11.4%	9.1%	11.4%	14.3%	53.2%	29.2%	
Zesiger	1.2%	-8.2%	7.3%	-2.0%	4.5%	2.0%	15.2%	5.8%	5.7%	-5.7%	
Highway 12	-10.1%	-10.1%	-16.4%	-12.0%	-16.4%	-11.6%	-3.6%	-3.2%	-4.7%		
T3 Partners	-2.7%	-1.8%	22.6%	-2.2%	24.0%	31.7%	36.1%	31.0%	24.1%		
Apollo	-0.8%	20.2%	83.8%	33.9%	83.8%	51.8%	51.9%	58.0%	55.7%		
Thomas Lee		-70.1%	-78.8%	-70.2%	-80.8%	-56.6%	-42.8%	-29.1%	-23.2%		
Green Equity		-1.0%	0.5%	-1.3%	9.1%	4.1%	2.1%	12.2%			
Gores	3.3%	14.6%	16.1%	14.6%	15.0%	28.5%	24.7%	10.7%			
W Capital		-8.9%	-3.2%	-8.9%	-3.4%	-0.1%	4.6%	0.2%			
Frazier	11.1%	10.2%	8.9%	10.2%	8.9%	13.4%	9.3%	2.0%			
Hamilton Lane Secondary	3.8%	3.8%	15.6%	5.6%	15.6%	15.3%	21.8%				

DEFINED CONTRIBUTION PLAN

	Month Ending	Quarter Ending	Fiscal Year Ending	Cal Year Ending	1 Year Ending	2 Years Ending	3 Years Ending	4 Years Ending	5 Years Ending	7 Years Ending	10 Years Ending
MCM Wilshire 5000	2.0%	6.4%	-4.8%	-3.1%	-6.3%	7.1%	8.3%	8.6%	10.8%	4.7%	
Wilshire 5000	*2.1%*	*6.5%*	*-4.7%*	*-3.0%*	*-6.1%*	*7.2%*	*8.4%*	*8.7%*	*11.0%*	*4.7%*	*4.9%*
MCM S&P500	1.3%	5.7%	-5.0%	-3.9%	-6.6%	7.1%	7.6%	7.8%	9.8%	3.5%	
S&P 500	*1.3%*	*5.8%*	*-5.1%*	*-3.8%*	*-6.7%*	*7.0%*	*7.6%*	*7.7%*	*9.8%*	*3.4%*	*4.2%*
MCM Int. Index	1.5%	6.6%	-2.9%	-3.3%	-2.7%	11.0%	16.6%	16.1%	18.5%	11.8%	
MSCI EAFE	*1.2%*	*5.7%*	*-2.2%*	*-2.6%*	*-2.0%*	*11.7%*	*17.1%*	*16.6%*	*19.8%*	*10.1%*	*7.2%*
MCM Aggregate Index	-0.8%	-0.7%	7.2%	1.2%	7.0%	6.8%	4.3%	4.9%	3.8%	5.5%	
Lehman Aggregate	*-0.7%*	*-0.6%*	*7.2%*	*1.2%*	*6.9%*	*6.8%*	*4.3%*	*4.9%*	*3.8%*	*5.5%*	*5.8%*
Vanguard Growth & Inc	1.9%	7.2%	-5.2%	-2.3%	-7.4%	6.0%	6.8%	7.5%	10.0%	3.6%	
Wilshire 5000	*2.1%*	*6.5%*	*-4.7%*	*-3.0%*	*-6.1%*	*7.2%*	*8.4%*	*8.7%*	*11.0%*	*4.7%*	*4.9%*
Dreyfus Midcap											
S&P 400	*5.3%*	*12.2%*	*-0.3%*	*3.4%*	*-2.5%*	*8.7%*	*10.9%*	*11.7%*	*14.6%*	*9.1%*	*10.7%*
T. Rowe Price Small Cap	4.0%	9.1%	-2.8%	-2.8%	-12.3%	0.6%	6.6%	7.6%			
R2000	*4.6%*	*9.4%*	*-9.2%*	*-1.8%*	*-10.5%*	*3.1%*	*8.0%*	*8.4%*	*12.5%*	*7.4%*	*6.4%*
Brandes International	0.7%	6.2%	-5.1%	-4.4%	-6.1%	9.2%	14.6%	14.6%	20.1%	11.7%	
MSCI EAFE	*1.2%*	*5.7%*	*-2.2%*	*-2.6%*	*-2.0%*	*11.7%*	*17.1%*	*16.6%*	*19.8%*	*10.1%*	*7.2%*
Dodge & Cox	-0.4%	0.3%	4.8%	1.3%	4.4%	5.7%	3.6%	4.1%	3.4%	5.0%	
Lehman Aggregate	*-0.7%*	*-0.6%*	*7.2%*	*1.2%*	*6.9%*	*6.8%*	*4.3%*	*4.9%*	*3.8%*	*5.5%*	*5.8%*
Stable Value	0.3%	1.0%	3.8%	1.7%	4.1%	4.2%	4.2%	4.2%	4.1%	4.5%	
Persi Total Return Fund	0.9%	3.2%	1.2%	-1.2%	1.0%	10.3%	11.3%	11.4%	12.5%	7.8%	7.6%